

The U.S. Balance of Payments: Revised Presentation

DATA on U.S. balance of payments developments are presented in a new format beginning with this issue of the *SURVEY*. Overall balance of payments flows are summarized in a new, analytically oriented, table 1.

In an accounting sense, the credits and debits resulting from transactions between U.S. residents and foreigners necessarily sum to zero, with the "errors and omissions" entry representing the net difference between all known credits and all known debits. These transactions are listed in detail in tables 2 and 3 of the balance of payments presentation. Various balances, such as are presented in table 1, are computed by taking the net sum resulting from certain types of transactions (e.g., exports and imports of goods for the balance on merchandise trade). The sign of the net sum may be positive (a surplus) or negative (a deficit).

The transactions summed to determine any particular balance are generally referred to as being "above the line" with respect to that balance; the remaining transactions, which of necessity sum to the same dollar amount as the balance but with the opposite sign, are generally referred to as being "below the line." The focus of some balances, such as that on merchandise trade, is on the transactions above the line. The primary focus of other balances, such as the official reserve transactions balance, is on the transactions below the line, which are generally referred to as the means of "financing" the balance.

The balances presented in table 1 include: the *balance on goods and services*, which measures net exports of goods and services from the United States and is a component of the U.S. gross national product; the *balance on goods, services,*

and remittances, which also takes into account unilateral transfers other than U.S. Government grants; the *balance on current account*, which is the net export of goods and services minus all unilateral transfers to foreigners and measures net foreign investment by the United States as calculated in the national income and product accounts (although allocations of SDR also must be taken into account for a complete calculation).

A new overall measure is then given, the *balance on current account and long-term capital*. This is essentially the current account plus flows of U.S. and foreign private long-term capital (i.e., changes in long-term assets of U.S. private residents and foreign private residents) and flows of U.S. and foreign government capital other than changes in U.S. official reserve holdings and foreign official reserve holdings in the United States. (Changes in U.S. Government foreign currencies and other short-term assets, most of which are only nominally short-term, are included.) This balance is intended as a rough indicator of long-term trends in the U.S. balance of payments.

The balance on current account and long-term capital, plus flows of short-term nonliquid private capital, allocations of SDR, and errors and omissions sum to the *net liquidity balance*. This balance is also new. It is similar to the liquidity balance that has been used for a number of years, but differs from it in that changes in liquid claims and in liquid liabilities are treated symmetrically. Both are below the line in the calculation of the net liquidity balance and considered to be part of the financing of that balance. Thus, an increase in U.S. liquid claims on foreigners, with a simultaneous increase in U.S. liquid

liabilities, does not affect the net liquidity balance. In the calculation of the "gross" liquidity balance, however, changes in liquid claims are above the line and changes in liquid liabilities are below, so that a simultaneous increase in claims and liabilities increases the deficit.

A second difference between the two balances is the treatment of changes in certain nonliquid liabilities to foreign official agencies—the most significant group of what have customarily been called special financial transactions. Shifts of such official funds from the liquid to the nonliquid category have a favorable impact on the liquidity balance; however, this has been considered a distortion of the liquidity balance because such liabilities are close to being liquid. In the calculation of the net liquidity balance, increases in such nonliquid liabilities are below the line and considered to be part of the financing of that balance, and thus have no favorable impact on the balance.

As a result of these two differences, the net liquidity balance better serves the purpose that the liquidity balance was intended to serve: It is a broad indicator of potential pressures on the dollar resulting from changes in our liquidity position.

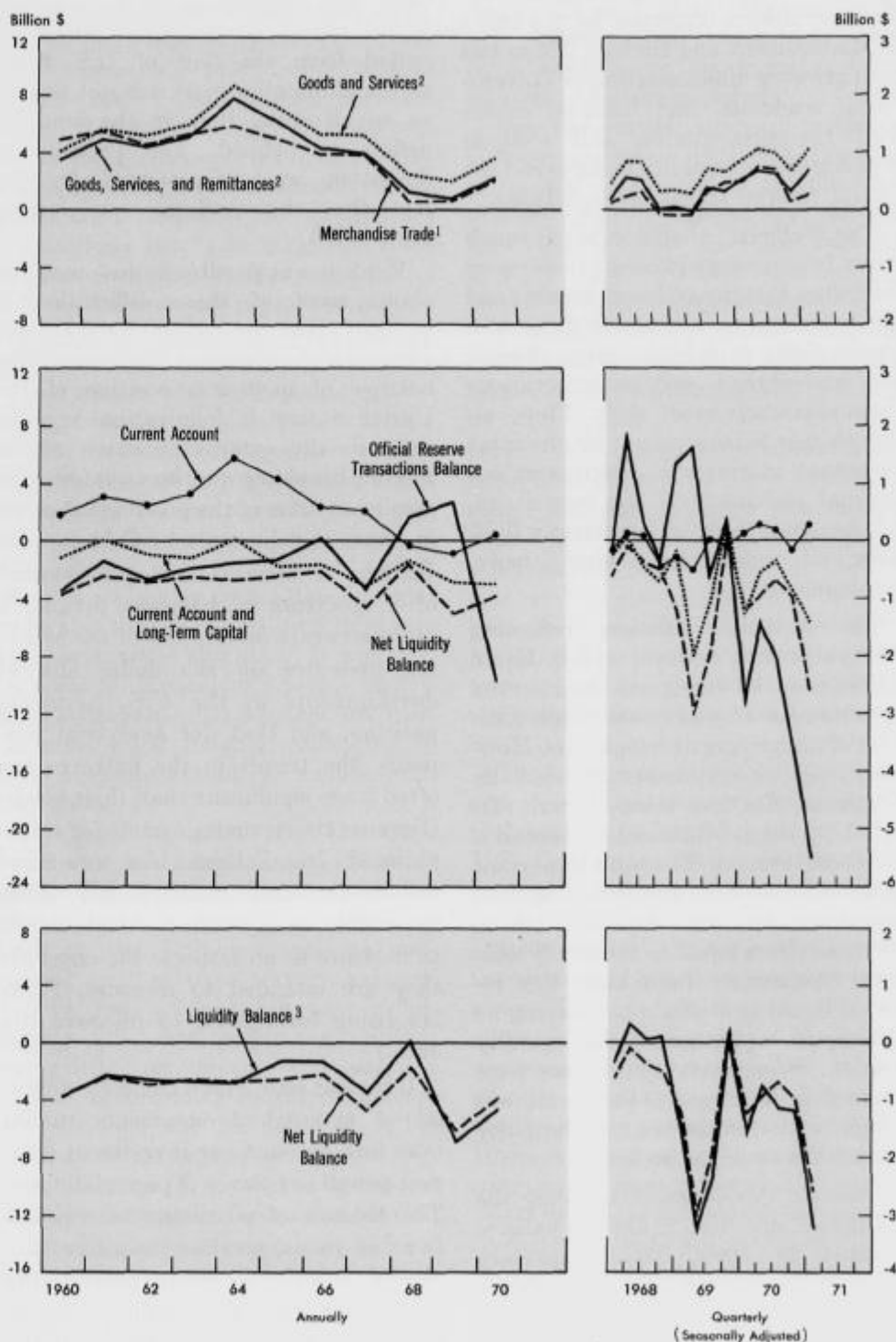
The net liquidity balance plus the flow of U.S. and foreign private liquid capital sum to the *official reserve transactions balance*. The definition of this balance is unchanged: It is measured by changes in U.S. official reserve assets plus changes in liquid and nonliquid liabilities to foreign official agencies. The balance is intended to indicate the net exchange market pressure (either favorable or adverse) on the dollar during the reporting period resulting from international transactions of the

United States. (Exchange market pressure, in this sense, reflects the net influence of all transactions above the line for the official reserve transactions balance.) Of course, foreign central banks themselves may wish to increase or decrease their dollar holdings, and to that extent a deficit or surplus does not necessarily indicate disequilibrium in the U.S. position.

The summary balance of payments presentation in table 1 excludes certain groups of transactions which result in offsetting entries in the balance of payments accounts. The amounts of such exclusions are given as memorandum items in the table. Transfers under military grant programs are excluded both from exports of goods and services and from unilateral transfers. Reinvested earnings of U.S. affiliates incorporated abroad (and of foreign affiliates incorporated in the United States) are excluded from the income accounts and from the direct investment capital accounts. (When quarterly data on reinvested earnings are available, both entries will probably be included in the body of table 1.)

Tables 2 and 3 in the new presentation (roughly comparable to tables 1 and 2 in the previous presentation) give more detailed figures on balance of payments transactions. These tables are much less analytically oriented than table 1. Goods and services are grouped according to whether they are exports or imports, and capital flows according to whether the asset is owned by U.S. residents (U.S. capital) or by foreign residents (foreign capital). There are a number of differences between the lines in tables 2 and 3 and the lines in the old tables 1 and 2, partly reflecting the need to make tables 2 and 3 fit neatly with the new table 1 and partly to emphasize items of particular interest. Other tables in the standard presentation have also been revised to be compatible with the new table 1. In addition, a new table (number 6) gives detailed data on direct investments and security transactions that were previously not easily available.

Balances on Major Transactions



1. Excludes exports under military grants and U.S. military agency sales contracts and imports of U.S. military agencies.

2. Excludes transfers under military grants.

3. Excludes allocations of SDR.

Problems in Presenting the Balance of Payments

This new presentation of the balance of payments reflects the results of a review begun last year by the Interagency Committee on Balance of Payments Statistics convened by the Office of Management and Budget. There had been growing dissatisfaction in Government, academic, and business circles with the presentation and analysis focusing on the liquidity balance and the official reserve transactions balance.

The "official" balance is a rough proxy for exchange market pressures on the dollar. But the exchange market and the balance are subject to large and erratic shifts as interest rates change, here and abroad, and as expectations about currency rates shift. Thus, although this balance might be the most important indicator of changes in our external position over the longer run, it is too volatile to be a quarterly indicator of underlying, more basic, developments.

The liquidity balance, reflecting changes in U.S. reserves and in liquid liabilities to all foreigners, had served for a number of years as a rough indicator of underlying developments. However, two developments reduced its usefulness. For one thing, it was distorted by special financial transactions and their reversal. The most important group of these transactions shifted funds—mostly of foreign official agencies—from liquid to nominally nonliquid categories, improving the recorded liquidity balance but having no real impact on the underlying liquidity position. When such transactions were reversed in later years, the result was a deterioration in the recorded liquidity balance that was just as unreal.

A second development reducing the usefulness of the liquidity balance occurred in 1969. Tight monetary policy in the United States, combined with certain U.S. banking regulations, resulted in heavy Eurodollar borrowing by U.S. banks through their foreign branches. This borrowing raised interest rates in the Eurodollar market which, in turn, attracted funds from the United States. Thus there were large out-

flows (mostly unrecorded) of U.S. funds to the Eurodollar market accompanied by large inflows through the foreign branches of U.S. banks. The increase in liquid liabilities to foreigners enlarged the liquidity deficit. However, the increase in U.S. residents' liquid claims on foreigners which resulted from the flow of U.S. funds to the Eurodollar market is not treated as an offsetting item in the liquidity deficit as defined. The problem of definition was compounded by the fact that the outflows were largely unrecorded.

While it was possible to do something about most of these difficulties, it is clear that no single balance can adequately represent the underlying balance of payments position of the United States. It follows that equilibrium in the external position of the United States cannot be equated with zero in any one of the possible balances, in either the short run or the long run. Rather, it appears that presentation of a spectrum of balances permits a more accurate description of the evolving pressures on the dollar and of developments in the U.S. payments position, and that, for analytical purposes, the trends in the balances are often more significant than their levels. (Because the reporting system for international transactions has numerous deficiencies and inadequacies, it is impossible, in any case, for the balances to measure in all respects the concepts they are intended to measure. Plans are being formulated to improve the data.)

It is clear also, that a complete analysis of external developments should take into account our investment position as well as balance of payment flows. The balance of payments records the flows of goods, services, transfers, and capital during a given period; the investment position gives the net excess of external assets over liabilities at the end of the period, as well as the structure of assets and liabilities by type. The investment position takes into account not only flows of funds but also reinvested earnings and valuation

changes. Data on the investment position are now available only annually but OBE plans to develop quarterly data; as soon as that is done, a quarterly investment position will be presented with the quarterly balance of payments figures.

Structure of the Balances

There are three groups of balances in the new presentation: (1) the balances concerned with goods, services, and unilateral transfers; (2) the two central balances—the balance on current account and long-term capital, and the net liquidity balance; and (3) the official reserve transactions balance.

Viewing the balances another way, the balances on goods, services, and transfers and the balance on current account and long-term capital focus on the known above-the-line transactions. For instance, there is little analytic interest in the group of items "financing" the trade balance which includes services, unilateral transfers, capital flows, and errors and omissions. On the other hand, the net liquidity balance and the official reserve transactions balance primarily focus on the known below-the-line items which finance these balances. This distinction has become more important in recent years because of the sharp increase in the size of errors and omissions. These unrecorded transactions are below the balance on current account and long-term capital and above the net liquidity balance. Thus, these two central balances, each focusing on known transactions, bracket the unknown transactions in errors and omissions.

Special financial transactions

The treatment of special financial transactions in the new presentation was subject to careful review. Changes in nonliquid liabilities to foreign official agencies, the most important group of special financial transactions in recent years, are treated in the new presentation as financing items for all balances. In the prior presentation, changes in such nonliquid liabilities distorted the liquidity balance because the liabilities were close to being liquid.

Most of the rest of the special financial transactions resulted in real

changes in the liquidity of U.S. assets or liabilities. In the new presentation, the net liquidity balance and the official reserve transactions balance are intended to show only actual changes in our liquidity position or in our reserve position. No attempt is made to adjust them to an underlying basis, i.e., to show what they would have been if these other types of special financial transactions had not taken place. Thus, nonscheduled payments of debt to the United States (which were particularly large in the early 1960's) and a number of other items that have been considered special financial transactions are permitted to have an effect on the net liquidity balance and official reserve transactions balance because they did in fact change the liquidity position and reserve position intended to be measured by those balances.

The only remaining problem was how to treat special financial transactions other than changes in nonliquid liabilities to foreign official agencies in relation to the balance on current account and long-term capital. A review of such specials indicated that some might legitimately be allowed to affect this balance. For others, such as nonscheduled repayments of U.S. Government credits and some nonliquid liabilities to foreign official nonreserve agencies, the situation is more equivocal. However, because of data inadequacies and conceptual ambiguities, there is no systematic way of organizing the accounts to exclude the influence of such specials. While such negotiated intergovernmental transactions are essentially long-term and in this sense properly belong with the rest of the long-term capital flows, they obscure the "underlying" historic trend of the balance. (See the accompanying article "The U.S. Balance of Payments: First Quarter" for further details.)

Balances on goods, services, and transfers

The merchandise trade balance is intended to measure transactions in goods with foreigners. However, it is based on Census Bureau figures which are collected essentially for Customs purposes and which may therefore differ substantially in valuation, cover-

age, and timing from the figures needed for balance of payments purposes. Adjustments in the Census figures are made wherever possible (see table 4 and explanatory notes). However, not all the necessary data are available and the figures published here must therefore be considered only the best available estimates. The trade balance given in table 1 excludes goods exported under U.S. military agency sales contracts and goods imported in connection with direct defense expenditures. (These goods are included in line 4, "military transactions, net.") In table 4, a trade balance including military goods (as well as balance of payments adjustments) is calculated based on military goods identified in Census figures.

One reason why such goods are excluded from the trade balance in table 1 is that it is not yet possible to distinguish the military goods that might be included in the trade balance from the rest of the transactions reported in the military lines in tables 1 and 2. Work is underway to get data in order to be able to split the military lines into two parts: trade and other. It will then be possible to consider whether such a split is desirable and whether the merchandise trade balance calculated in table 1 should exclude or include military goods.

It should be noted that the trade balance is not intended to include all goods. For instance, goods purchased abroad by U.S. tourists and brought back to the United States are considered part of the "travel" account, not the trade account. Likewise, spending by U.S. servicemen and military authorities on goods and services abroad is included in direct defense expenditures, not in trade in either balance of payments or Census figures. Balance of payments figures, at this time, essentially focus on goods that physically move into and out of the United States and their value at the U.S. border for exports or the foreign border for imports. Freight payments, to the extent that they are transactions between domestic and foreign residents, are entered in the transportation accounts.

The balance on goods and services is a measure of net exports to foreigners,

regardless of whether the goods and services are paid for or are given away, and regardless of whether they are paid for immediately or are financed by bank loans, by intercompany accounts between direct investor parent companies and their affiliates, or by U.S. Government grants, soft loans, or Export-Import Bank loans repayable on commercial terms.

The net export figure is published as a component of the GNP. Transfers of goods and services under U.S. military grant programs are excluded from net exports; they are included in GNP under U.S. Government purchases when the purchase is made.

The balance on goods, services, and remittances takes into account net transfers of remittances and pensions by U.S. private residents and U.S. Government pensions and similar transfers. This balance is often used as a rough indicator of U.S. net receipts available to offset Government aid and other capital flows. However, the surplus on this line is somewhat inflated because it includes exports associated with U.S. Government economic grants even though the grants themselves are not included as debit entries above the line.

The balance on current account is net exports of goods and services minus net unilateral transfers abroad, including U.S. Government economic grants; it is roughly equal to our net earnings on goods and services transactions with other countries as it takes into account the amount of goods and services given away. The current account plus the allocation of SDR equals "net foreign investment" in the national income and product account, i.e., net lending of the United States to the rest of the world. Disregarding errors and omissions, this sum equals the increase in U.S. foreign assets net of the increase in liabilities to foreigners as recorded in the capital accounts of the balance of payments.

One difficulty with the current account calculation is that the formal distinction between U.S. Government grants (above the line) and U.S. Government capital flows (below the line) does not always reflect a significant economic distinction. To the extent that some of the capital flows—such as

very "soft" dollar loans and certain foreign currency loans—have many of the characteristics of grants, the grants entry is understated and the surplus on current account is overstated.

The central balances

Both the balance on current account and long-term capital and the net liquidity balance attempt to focus on underlying, longer term trends in the external position of the United States. Neither is quite successful. Both are affected not only by the limitations of the statistical reporting system but also by the complications resulting from the dollar's role as an international currency. That role results in considerable ambiguity as to what measure, if any, and what level of the measure, would indicate fundamental long-term equilibrium in the external accounts of the United States. For instance, a deficit on the net liquidity balance does not necessarily imply disequilibrium in the external position, for a net buildup in liquid dollar holdings by private foreigners may simply reflect the use of the dollar as an international medium of exchange. There was some question as to whether either balance should be calculated because of the difficulties involved. Nevertheless, given the need for indicators of underlying trends, it appears that the two balances in combination, particularly when they move together, are the best available, although neither is of a theoretical or statistical quality sufficient to carry the weight of being the balance of payments, nor is there a presumption that either should be zero.

One of the major problems of these balances is that errors and omissions, a net negative item, has become quite large in recent years. It does not affect the size of the balance on current account and long-term capital, but it does affect the net liquidity balance in the sense that it is above the line in the calculation of that balance. However, some of the unrecorded transactions are exports or imports of goods and services, or movements of long-term capital, and should thus affect the balance on current account and long-term capital. On the other hand, large outflows of U.S. funds to the Eurodollar market, which increase U.S. liquid claims on

foreigners, have contributed to the size of the errors and omissions outflow. If such increases in claims could be identified, the deficit in the net liquidity balance would be smaller.

The balance on current account and long-term capital suffers from a number of other deficiencies. Under the current reporting system the distinction between short-term and long-term capital is based on the initial maturity of the security or investment involved: a flow is long-term when the initial maturity is more than one year. No data are available on the actual maturity of securities at the time when international transactions occur nor on the remaining time to maturity of outstanding holdings. Thus, if a foreigner invests in a corporate bond that had an initial maturity of 20 years but only 6 months to maturity when the purchase is made, it nevertheless counts as a long-term capital flow. Likewise, if a bond is bought when it has a number of years to maturity, no adjustment (to short-term and long-term flows) is made when its maturity becomes less than a year. In addition, although all direct investment transactions are considered long-term, many movements in intercompany accounts included in direct investment are, in fact, short-term and volatile.

Besides such problems of definition, U.S. stocks held by foreigners—considered a long-term item—are easily marketable and transactions in stocks can behave very much like short-term flows.

Another qualification in interpreting this balance as an indicator of longer term trends is related to the inclusion above the line of some of the items classified as special financial transactions, as discussed earlier.

The net liquidity balance is subject to a number of deficiencies related to difficulties in distinguishing liquid from nonliquid liabilities and claims. Ideally, liquid liabilities and claims should include only those that can be easily converted into cash without significant risk of a loss in value. In practice, all short-term liabilities to private foreigners reported by U.S. banks are considered to be liquid, and therefore below the line, even though some of them are very probably nonliquid. The bank-

reported liabilities include not only the liabilities of the banks themselves but also the custody liabilities reported for their customers. The latter are probably nonliquid in good part. A separation of these two types of liabilities is being considered but is not feasible with the data now available. Furthermore, not all of the banks' own liabilities can be considered liquid, particularly since some of them are compensating balances held in connection with loans to foreigners. All short-term liabilities reported by nonbanking concerns are considered nonliquid.

The figures given for liquid claims are also more of an approximation than is desirable. Short-term bank reported claims denominated in dollars are considered nonliquid if they are loans, acceptances, or collections; other dollar claims are considered liquid. If the short-term claims are in foreign currencies, they are considered liquid if they are deposits abroad or investments in foreign government obligations or commercial or finance paper; other foreign currency claims are considered nonliquid. More data are clearly needed to refine these distinctions. The estimate of liquid claims of nonbanking concerns includes short-term claims in dollars and foreign currencies identified as on deposit abroad or invested in other financial instruments by major corporations. However, as noted earlier, it is believed that large increases in liquid Eurodollar deposits by nonbanking concerns were unrecorded in recent years.

The official reserve transactions balance

This balance is roughly adequate as an indicator of immediate exchange market pressure on the dollar during the reporting period resulting from transactions with the United States. It is measured by changes in U.S. reserves and changes in U.S. liquid and nonliquid liabilities to foreign official agencies. However, banks report liabilities to foreign official agencies without distinguishing between liabilities to official reserve agencies, such as central banks, and to other official foreigners, such as defense agencies. To measure exchange market pressures, one ideally wants only changes in liabilities to reserve agencies.

(It is possible to make this distinction in the data on nonliquid U.S. Government liabilities, and only Government liabilities to reserve agencies are considered to be financing of the official reserve transactions balance.)

The "official" balance is subject to distortions in certain cases where there are shifts of foreign official funds between direct holdings at banks in the United States and Eurodollar deposits. For instance, if official funds are moved from a U.S. bank to a foreign branch of the U.S. bank and the branch redeposits the funds at the U.S. parent, recorded U.S. liabilities to foreign official agencies decline and liabilities to private foreigners (the branch) increase. Such shifts have a favorable effect on the recorded official reserve transactions balance (at least temporarily), but in fact imply no strengthening of the dollar in the exchange market nor any loss of dollars by foreign central banks. Information about such shifts is very fragmentary.

On the other hand, the official reserve transactions balance is not and should not be affected by certain other types of Eurodollar transactions. The balance is not intended to measure all changes in dollar holdings of foreign central banks, only those reflecting transactions with U.S. residents. Consider the following series of transactions. Funds of one central bank are shifted from a U.S. bank to a bank in the Eurodollar market, are then borrowed from the Eurobank by a private foreigner and converted into a foreign currency with a second central bank receiving the dollars and placing them back in a U.S. bank. As a result, U.S. bank reports of liabilities to official foreigners would show a decrease in liabilities to the first central bank and an increase in liabilities to the second central bank. The official reserve transactions balance would correctly show no change, even though the first central bank would show no decline in its dollar holdings and the second would show an increase; there would be no deterioration in the U.S. position, because the dollar liability to the first central bank would be a dollar liability of the foreign Eurodollar bank, not of the United States. However, the creation of dollar liabilities by the Euro-

dollar market in this fashion could increase the pressure on the dollar in the foreign exchange market, even though the official reserve transactions balance would properly show no change. The emergence of an independent, extraterritorial market in dollars clearly complicates the relation between the balance of payments of the United States and exchange market pressures on the dollar.

Recent Developments in the Balances

Table 1 gives the magnitude of the various balances and the flows relating them. In 1970, for instance, the balance on goods and services was in surplus by \$3.6 billion, reflecting a moderate surplus on trade, large net receipts on investment and a small surplus on miscellaneous services, partly offset by deficits on military transactions and on travel and transportation. Taking into account the outflow on remittances, pensions, and other transfers produced a surplus on goods, services, and remittances of \$2.2 billion. Counting in U.S. Government grants (excluding military) produced a current account surplus of only \$0.4 billion.

Large net outflows of government capital and long-term private capital overwhelmed this small surplus, with the result that the balance on current account and long-term capital showed a deficit of \$3.0 billion. Outflows of nonliquid short-term private capital and a large negative errors and omissions were only partly offset by the \$0.9 billion allocation of SDR. Thus, the net liquidity balance was in deficit by \$3.9 billion, significantly more than the deficit on current account and long-term capital. Taking into account also the \$5.9 billion outflow of liquid private capital, the official reserve transactions balance was in deficit by \$9.8 billion. This deficit was largely financed by an increase in liquid liabilities to foreign official agencies and a decline in U.S. official holdings of convertible currencies.

Chart 14 shows the course of the various balances since 1960. The current account, after reaching a peak surplus in 1964, deteriorated through 1969, and showed only a small recovery in 1970. Changes in the trade balances

were the major influence on movements in the current account. The balance on current account and long-term capital, which was near zero in 1964, showed a similar deterioration through 1967, when it reached a deficit of \$3.2 billion. However, it temporarily recovered in 1968 when there was a sharp improvement in long-term private capital flows reflecting large purchases of U.S. stocks and the impact of a number of programs controlling capital flows. But as long-term capital flows again deteriorated, the deficit increased to almost \$3.0 billion in 1969 and remained at that level in 1970.

The net liquidity balance has shown a large deficit in most years since 1960. Through 1966, the deficit was usually below \$3.0 billion but in 1967 it reached \$4.7 billion, reflecting the deterioration in the balance on current account and long-term capital and adverse shifts in errors and omissions and short-term nonliquid capital flows. In 1968 it temporarily recovered along with the balance on current account and long-term capital. In 1969, it showed an abnormally large \$6.1 billion deficit; this partly reflected the parallel deterioration in the balance on current and long-term capital, but was also related to the sharp increase in unrecorded outflows of funds to the Eurodollar market. (If data were available on the resulting change in Eurodollar claims this deficit would probably be reduced to more normal levels.) In 1970, when unrecorded flows returned to more normal levels, the deficit shrank to \$3.8 billion.

The official reserve transactions balance has been even more volatile than the net liquidity balance, since it is affected by (recorded) liquid private capital flows, while the other balances are not. In 1967 it showed a sharper deterioration than the other balances as inflows of private liquid funds fell sharply when U.S. monetary policy eased. But in 1968, as monetary policy tightened, there was a very large inflow of private liquid funds and the balance improved by about \$5 billion to a surplus of \$1.6 billion. The surplus rose to \$2.7 billion in 1969 as monetary conditions tightened further, but then shifted to a deficit of \$9.8 billion in 1970 when U.S. monetary conditions eased.

Table 1.—U.S. Balance

(Seasonally adjusted)

Line	(Credits +; debits -)	Reference line 1		1960	1961	1962	1963	1964	1965	1966	1967	1968	1969	1970
		Old (table 1)	New (table 2)											
1	Merchandise trade balance ¹	3.	2.	4,906	5,588	5,661	5,241	6,831	4,942	2,937	3,849	3,024	500	2,110
2	Exports.....	3.	2.	19,050	20,107	20,770	22,252	25,478	24,458	29,390	30,084	33,688	30,490	41,080
3	Imports.....	15.	10.	-14,744	-14,519	-15,210	-17,011	-18,647	-21,406	-26,453	-26,235	-30,664	-29,990	-38,970
4	Military transactions, net.....	4, 10.	5, 17.	-2,722	-2,698	-2,440	-3,304	-2,133	-2,122	-2,980	-3,128	-3,140	-3,341	-3,371
5	Travel and transportation, net.....	6, 7, 17, 18.	4, 5, 6, 18, 19, 20.	-904	-978	-1,155	-1,312	-1,148	-1,310	-1,352	-1,762	-1,558	-1,750	-1,070
6	Investment income, net ²	8, 11, 20.	10, 11.	2,841	3,034	4,052	4,153	4,875	5,204	5,376	5,888	6,220	6,076	6,242
7	U.S. direct investments abroad.....	8, 11, 20.	10, 11.	2,045	3,430	3,844	4,010	4,687	5,162	5,374	5,050	6,610	7,340	7,006
8	Other U.S. investments abroad.....	12, 13.	12, 13.	894	1,174	1,375	1,520	1,712	1,040	2,387	2,858	2,714	3,190	3,503
9	Foreign investments in the United States.....	21, 22.	24, 25, 26, 27.	-1,008	-1,050	-1,187	-1,388	-1,524	-1,798	-2,208	-2,423	-3,012	-4,504	-5,147
10	Other services, net.....	Op, 10, 18p, 20.	7, 8, 9, 21, 22, 23.	90	48	140	206	174	333	315	345	344	467	588
11	Balance on goods and services ³			4,124	5,615	5,156	5,937	8,600	7,120	5,340	5,236	2,453	2,016	3,632
12	Remittances, pensions and other transfers.....	27, 30.	31, 32.	-829	-850	-712	-825	-888	-1,028	-990	-1,273	-1,165	-1,286	-1,430
13	Balance on goods, services and remittances.....			3,295	4,765	4,438	5,112	7,712	6,102	4,350	3,963	1,288	748	2,202
14	U.S. Government grants (excluding military).....	29.	30.	-1,044	-1,853	-1,919	-1,917	-1,888	-1,808	-1,010	-1,802	-1,707	-1,544	-1,730
15	Balance on current account ⁴			1,834	3,762	2,619	3,245	6,848	4,793	3,400	2,139	-785	-830	444
16	U.S. Government capital flows excluding nonscheduled repayments, net ⁵	42, 43, 44.	34, 35, 36.	-1,158	-1,021	-1,775	-1,087	-1,809	-1,910	-1,903	-3,428	-3,535	-2,186	-1,937
17	Nonscheduled repayments of U.S. Government assets.....	45.	37.	54	605	660	326	123	221	429	0	269	-57	244
18	U.S. Government nonliquid liabilities to other than foreign official reserve agencies.....	57p, 58p.	55.	216	25	208	511	325	68	0	-2	107	263	-453
19	Long-term private capital flows, net.....			-2,100	-2,181	-2,007	-3,357	-4,478	-4,577	-2,555	-2,012	1,108	-58	-1,453
20	U.S. direct investments abroad.....	33.	36.	-1,074	-1,068	-1,054	-1,078	-2,328	-3,408	-2,601	-2,127	-3,200	-3,240	-4,416
21	Foreign direct investments in the United States.....	52.	48.	141	73	132	-5	-6	57	80	268	319	832	900
22	Foreign securities.....	34, 35, 36.	40.	-863	-782	-709	-1,105	-977	-750	-482	-1,201	-1,238	-1,484	-1,042
23	U.S. securities other than Treasury issues.....	53.	49.	282	324	134	282	-84	-357	909	1,010	4,386	3,112	2,100
24	Other, reported by U.S. banks.....	37, 54p.	41, 52.	-147	-141	-121	-702	-263	0	524	413	434	477	180
25	Other, reported by U.S. nonbanking concerns.....	38, 55.	44, 53.	-30	-77	-129	149	-183	-60	68	-190	998	277	576
26	Balance on current account and long-term capital ⁶			-1,355	20	-979	-1,262	28	-1,814	-1,614	-3,195	-1,535	-2,579	-3,838
27	Nonliquid short-term private capital flows, net ⁷			-1,384	-1,177	-1,038	-1,836	-1,091	-171	-103	-545	231	-92	-548
28	Claims reported by U.S. banks.....	38p.	42.	-1,030	-892	-1,320	-900	-1,863	-260	-230	-645	-44	-668	-1,015
29	Claims reported by U.S. nonbanking concerns.....	40p.	45.	-354	-311	-1,067	-936	-471	-120	-179	-339	-484	-55	-303
30	Liabilities reported by U.S. nonbanking concerns.....	56.	51.	-91	170	-112	-23	113	149	208	409	759	81	230
31	Allocations of special drawing rights (SDR) ⁸	62.	58.											807
32	Errors and omissions, net.....	59.	54.	-1,110	-1,070	-1,230	-183	-1,080	-507	-421	-935	-493	-2,036	-1,132
33	Net liquidity balance.....			-3,045	-3,229	-2,845	-2,471	-2,745	-2,432	-3,148	-4,538	-1,618	-9,064	-3,832
34	Liquid private capital flows, net.....			262	880	166	637	1,211	1,204	2,307	1,287	3,251	8,780	-5,980
35	Liquid claims.....	39.	43.	-60	-203	-170	-17	-848	1,078	-17	-205	-689	124	273
36	Reported by U.S. banks.....	38p.	43.	-60	-203	-170	-17	-848	1,078	-17	-205	-689	124	273
37	Reported by U.S. nonbanking concerns.....	40p.	45.	9	-143	16	128	-181	825	-130	-68	-61	-200	-110
38	Liquid liabilities.....	50p, 50p.	56.	308	1,083	215	820	1,554	151	2,384	1,472	2,910	5,002	-8,242
39	To foreign commercial banks.....			-149	698	-338	470	1,454	116	2,007	1,272	2,267	9,166	-8,267
40	To international and regional organizations.....			333	407	212	-235	-243	-291	-625	-214	48	-63	170
41	To other foreigners.....			-187	90	143	285	343	800	212	-414	376	-441	80
42	Official reserve transactions balance.....			-1,483	-1,348	-3,458	-1,934	-1,534	-1,289	319	-3,418	1,641	1,702	-9,841
43	Financed by changes in: Nonliquid liabilities to foreign official reserve agencies reported by U.S. Government.....	57p, 58p.	54.			300	-125	128	128	16	462	1,800	-109	535
44	Nonliquid liabilities to foreign official agencies reported by U.S. banks.....	54p.	53.			9	140	-39	703	804	534	-888	-810	
45	Liquid liabilities to foreign official agencies.....	50p, 50p.	57.	1,298	742	918	1,473	1,078	-18	-1,058	2,020	-3,101	-817	7,019
46	U.S. official reserve assets, net.....	40.	58.	2,149	606	1,533	377	171	1,222	608	82	-880	-1,187	2,477
47	Gold.....	47.	59.	1,709	837	690	491	125	1,504	571	1,170	1,179	-907	757
48	SDR.....	48.	60.											-831
49	Convertible currencies.....	49.	61.		-110	17	-113	-220	-340	-640	-1,024	-1,183	814	2,132
50	Gold tranche position in IMF.....	50.	62.	442	-135	628	20	200	-84	537	-94	-370	-1,034	380
Memoranda:														
51	Transfers under military grant programs, (excluded from lines 2, 4, and 14).....			1,785	1,405	1,539	1,562	1,340	1,628	1,002	986	804	750	618
52	Uninvested earnings of foreign incorporated affiliates of U.S. firms (excluded from lines 7 and 20).....			1,284	1,054	1,108	1,507	1,431	1,642	1,730	1,508	2,175	2,582	n.a.
53	Uninvested earnings of U.S. incorporated affiliates of foreign firms (excluded from lines 9 and 21).....			174	238	214	238	327	339	339	440	468	481	n.a.
54	LIQUIDITY BALANCE, including allocations of SDR.....	56, 57, 58, 59.		-3,711	-2,432	-2,600	-2,670	-2,800	-1,335	-1,357	-3,544	172	-4,958	-4,721
Not seasonally adjusted														
55	Balance on goods and services.....													
56	Balance on goods, services and remittances.....													
57	Balance on current account.....													
58	Balance on current account and long-term capital ⁶													
59	Net liquidity balance.....													
60	Official reserve transactions balance.....													

p. Part of line. n.e.s. Not elsewhere shown. n.a. not available. † Old table 1 refers to table published in balance of payments article in the March 1971 Survey. * Loss than \$200,000 (-). † Preliminary.
1. Adjusted to balance of payments basis; excludes exports under U.S. military agency

sales contracts and imports of U.S. military agencies.
2. Includes loss and royalties from U.S. direct investments abroad or from foreign direct investments in the United States.

of Payments Summary

millions of dollars)

1966				1967				1968				1969				1970				1971	Change: 1970 IV- 1971 I	Line
I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II	III	IV	I		
1,190	1,020	818	697	1,032	1,294	1,127	466	129	351	310	-63	-29	-78	324	491	512	731	704	142	272	130	1
7,223	7,191	7,413	7,583	7,693	7,710	7,000	7,409	7,047	8,265	8,878	8,278	7,630	9,408	9,082	8,388	10,241	10,892	10,600	10,461	11,032	571	2
-0,327	-0,168	-6,090	-0,076	-0,061	-8,446	-0,542	-7,163	-7,621	-8,134	-8,668	-8,441	-7,589	-0,606	-0,278	-8,397	-0,728	-0,831	-8,992	-10,210	-10,700	-441	3
-681	-711	-772	-771	-766	-745	-900	-771	-801	-768	-764	-810	-701	-853	-770	-915	-908	-806	-854	-770	-077	03	4
-239	-300	-240	-231	-384	-406	-518	-370	-363	-304	-433	-388	-409	-410	-437	-473	-468	-500	-558	-478	-484	-6	5
1,318	1,308	1,319	1,377	1,365	1,380	1,503	1,000	1,430	1,020	1,023	1,530	1,542	1,507	1,474	1,452	1,577	1,488	1,577	1,429	1,722	101	6
1,284	1,330	1,348	1,407	1,388	1,360	1,663	1,635	1,468	1,000	1,070	1,598	1,728	1,805	1,593	1,913	2,030	1,909	1,973	1,988	1,964	-4	7
524	544	568	561	580	591	585	608	646	653	732	643	743	760	623	874	868	882	882	861	691	70	8
-498	-519	-582	-611	-601	-600	-563	-634	-696	-744	-779	-809	-829	-1,078	-1,343	-1,315	-1,348	-1,322	-1,284	-1,213	-1,118	96	9
77	83	75	81	88	90	90	70	111	104	102	34	120	123	120	114	147	132	167	160	213	03	10
1,862	1,401	1,094	1,243	1,375	1,468	1,397	987	473	852	848	317	338	296	708	659	681	1,045	995	679	1,031	381	11
-294	-288	-277	-234	-290	-367	-346	-270	-379	-276	-223	-291	-280	-318	-322	-341	-334	-362	-340	-351	-341	-----	12
1,329	1,368	817	1,007	1,109	1,074	1,043	717	294	579	626	26	62	-22	386	389	540	683	636	319	700	381	13
-686	-484	-419	-419	-406	-422	-459	-397	-302	-422	-438	-468	-344	-501	-371	-408	-418	-301	-444	-435	-432	53	14
741	684	382	588	554	612	633	320	-168	163	96	-442	-292	-543	15	-86	125	292	192	-168	268	424	15
-317	-509	-446	-671	-642	-630	-661	-683	-748	-829	-826	-632	-465	-084	-337	-480	-511	-489	-308	-480	-603	-153	16
3	7	224	102	(*)	(*)	0	(*)	42	3	66	160	44	34	-154	-11	88	114	2	40	4	-34	17
-160	22	81	02	00	157	-8	-211	-38	169	-----	-44	-58	39	-13	250	-30	-224	22	-263	-88	174	18
-709	-317	-787	-741	-422	-348	-830	-1,245	635	401	47	110	024	-035	-391	041	-089	-272	-220	7	-907	-1,004	19
-128	-934	-817	-1,082	-707	-518	-947	-964	-450	-843	-1,033	-870	-090	-468	-806	-430	-1,268	-1,257	-807	-934	-1,357	-423	20
42	28	-113	110	64	79	112	251	5	22	41	240	164	152	152	270	480	165	238	160	50	-118	21
-357	-60	-17	-54	-262	-267	-406	-301	-347	-105	-259	-515	-383	-407	-500	-125	-210	83	-488	-377	-302	-23	22
173	594	107	104	133	320	331	338	1,123	1,116	1,312	1,388	390	390	063	304	374	780	782	628	-164	23	
189	168	114	114	228	190	-23	18	80	74	143	128	127	40	250	51	31	66	44	80	-114	-170	24
12	-39	32	62	87	-188	-17	-62	268	148	48	31	184	-0	217	-88	-222	345	183	270	198	-112	25
-262	-113	-848	-678	-428	-115	-638	-1,818	-357	95	-633	-754	-147	-2,019	-1,970	356	-1,297	-578	-340	-832	-1,416	-584	26
-69	-4	71	-101	-133	-108	-132	-43	-48	301	-258	174	0	-372	-210	-27	-107	-161	-121	-150	-100	64	27
-42	-13	-36	-134	-131	-318	-203	3	-63	270	-297	46	-87	-390	-238	-23	-192	-308	-180	-306	-84	311	28
-06	-58	-32	-22	-06	29	-113	-178	-106	-102	-103	-112	70	-87	-10	-15	-108	-47	-60	-162	-16	137	29
39	68	124	57	04	00	169	132	123	258	142	341	-13	08	28	11	163	151	124	392	-----	-392	30
-378	-244	164	-87	-330	-081	15	21	-321	-361	332	47	-1,002	-828	-717	-100	217	217	217	210	180	-36	31
-727	-361	-428	-633	-822	-993	-938	-1,841	-524	-38	-367	-631	-1,239	-3,019	-1,996	663	-1,250	-948	-679	-977	-2,604	-1,627	32
281	217	988	868	-861	320	1,024	603	401	1,938	684	121	2,571	4,878	1,917	221	-1,015	-457	-1,308	-2,400	-2,010	-420	33
2	62	-9	-73	14	125	-75	-279	-77	-332	-108	-43	-273	107	146	148	257	-81	-15	112	-232	-344	34
68	37	47	-16	-41	53	-122	23	89	48	-81	-182	-141	-37	-28	-3	109	-127	-49	-79	-72	7	35
-89	25	-58	-67	58	79	47	-245	-166	-874	-47	89	-139	144	173	140	117	40	88	101	-160	-361	36
279	166	107	863	105	1,009	1,073	638	2,310	762	104	2,944	4,871	1,172	79	-1,872	-378	-1,323	-2,421	-2,487	-78	37	36
208	444	130	1,115	-839	281	1,089	891	455	2,200	726	-00	2,484	4,054	1,306	272	-1,303	-441	-1,315	-2,888	-3,025	-187	38
-38	-335	-24	-108	-28	-78	-55	-45	79	-30	10	38	-88	32	0	-08	142	-134	82	-79	298	139	39
100	60	01	-64	80	12	98	227	4	103	44	224	-22	-142	-143	-134	-161	180	-180	198	70	-128	40
-446	-144	588	241	-1,773	-873	08	-1,836	-183	1,887	327	-418	1,337	1,688	-679	384	-2,865	-1,402	-2,677	-3,476	-5,523	-2,047	41
32	-10	18	-14	19	-13	323	123	240	010	399	648	81	-190	-126	03	-200	730	-12	77	-8	-85	42
48	282	88	274	304	500	-100	190	118	160	131	137	-40	-195	-300	-208	-164	-236	-223	-188	-218	-28	43
-58	-187	-754	-696	423	500	183	086	-1,097	-2,519	-280	901	-1,327	-985	1,680	-85	3,021	07	1,758	2,783	5,908	2,282	44
424	68	89	-0	1,027	-410	-375	-181	004	-137	-571	-1,078	-48	-290	-680	-154	204	906	384	824	582	-162	45
08	280	173	121	51	15	02	1,012	1,302	22	-74	-127	80	-317	-11	-605	-44	14	306	422	109	-313	46
229	-163	-428	-172	1,007	-424	-402	-1,145	-401	287	-474	-676	-73	240	-442	1,083	831	818	34	460	373	-06	47
184	22	315	48	-31	-10	-6	-48	-57	-420	-33	-304	-31	-225	-223	-543	-283	227	400	0	755	246	48
204	203	284	211	322	163	280	100	215	178	247	164	179	188	180	208	127	191	110	100	101	22	49
n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	50
n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	51
-640	-80	-325	-283	-585	-288	-000	-1,708	-345	340	65	111	-1,460	-3,287	-2,360	164	-1,030	-743	-1,156	-2,192	-2,280	-2,048	52
1,785	1,553	243	1,780	1,541	1,008	503	1,640	787	1,070	-248	919	724	514	-505	1,270	1,234	1,300	-204	1,940	1,410	70	53
1,510	1,288	-40	1,236	1,290	1,303	141	1,382	400	781	-444	920	455	182	-835	041	013	028	-087	1,002	1,086	62	54
896	758	-410	1,170	098	090	-305	041	103	311	-076	170	82	-288	-1,101	487	485	487	-1,000	532	624	72	55
-110	-317	-1,283	71	-404	-61	-1,459	-1,td															

3. Equal to net exports of goods and services in national income and product accounts of the United States.

4. The sum of lines 15 and 31 is equal to "net foreign investment" in the national income and product accounts of the United States.

5. Includes some short-term U.S. Government assets.

6. Coverage of liquid banking claims for 1969-70 and of liquid nonbanking claims for 1969-70

is limited to foreign currency deposits only; other liquid items are not available separately and are included with nonliquid claims.

Note.—Totals may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business Economics.

Table 2.—U.S. International

[Millions]

Line	(Credits +; debits—)	1960	1961	1962	1963	1964	1965	1966	1967	1968	1969	1970
1	Exports of goods and services ¹	27,499	28,772	30,007	32,043	37,251	39,407	43,378	46,127	50,623	55,840	62,943
2	Merchandise, adjusted, excluding military ²	10,550	20,167	29,779	33,323	25,478	26,438	23,399	38,640	33,888	36,480	41,020
3	Transfers under U.S. military agency sales contracts.....	335	602	846	657	747	830	829	1,240	1,585	1,515	1,430
4	Travel.....	919	967	957	1,016	1,207	1,880	1,690	1,645	1,775	2,088	2,319
5	Passenger fares.....	175	133	101	285	241	271	317	371	411	459	563
6	Other transportation.....	1,807	1,050	1,764	1,898	2,076	2,143	2,200	2,419	2,535	2,602	3,105
7	Fees and royalties from unaffiliated foreigners.....	247	244	256	373	301	336	353	437	461	523	600
8	Other private services.....	468	598	901	829	857	933	702	818	879	985	1,082
9	U.S. Government miscellaneous services.....	132	104	194	236	243	288	820	315	353	378	287
10	Receipts of income on U.S. investments abroad:											
11	Direct investment fees and royalties.....	500	622	800	800	1,019	1,109	1,320	1,438	1,545	1,622	1,860
12	Direct investment interest, dividends and branch earnings ⁴	2,356	2,706	3,044	3,129	3,674	3,903	4,045	4,516	4,873	5,656	6,023
13	Other private assets.....	840	793	104	1,022	1,254	1,421	1,614	1,717	1,949	2,267	2,497
14	U.S. Government assets.....	348	381	471	416	455	509	503	638	760	832	908
15	Transfers of goods and services under U.S. military grant programs, net.....	1,755	1,465	1,539	1,562	1,349	1,623	1,002	845	884	758	619
16	Imports of goods and services.....	-23,354	-23,187	-25,357	-28,630	-28,881	-32,277	-36,078	-41,897	-48,134	-53,888	-59,311
17	Merchandise, adjusted, excluding military ²	-14,744	-14,510	-16,218	-17,041	-18,847	-21,406	-25,453	-26,831	-32,864	-35,830	-39,870
18	Direct defense expenditures.....	-3,067	-2,029	-3,105	-2,061	-2,888	-2,052	-3,764	-4,378	-4,353	-4,890	-4,551
19	Travel.....	-1,780	-1,785	-1,829	-2,114	-2,211	-2,438	-2,857	-2,199	-2,629	-2,300	-3,013
20	Passenger fares.....	-413	-406	-470	-515	-645	-720	-755	-820	-685	-1,080	-1,215
21	Other transportation.....	-1,402	-1,437	-1,558	-1,701	-1,817	-1,955	-2,167	-2,183	-2,372	-2,480	-2,785
22	Fees and royalties to unaffiliated foreigners.....	-40	-40	-44	-51	-60	-87	-78	-106	-167	-120	-159
23	Private payments for other services.....	-417	-410	-380	-332	-364	-303	-348	-403	-477	-554	-650
24	U.S. Government payments for miscellaneous services.....	-318	-400	-308	-447	-533	-550	-643	-687	-756	-715	-729
25	Payments of income on foreign investments in the United States:											
26	Direct investment fees and royalties.....	-30	-43	-57	-61	-67	-68	-64	-82	-80	-104	-111
27	Direct investment interest, dividends and branch earnings ⁴	-230	-194	-185	-223	-222	-209	-373	-381	-388	-417	-441
28	Other private liabilities.....	-541	-638	-586	-781	-802	-642	-1,231	-1,382	-1,548	-3,298	-3,501
29	U.S. Government liabilities.....	-332	-278	-359	-401	-453	-480	-549	-599	-702	-777	-1,824
30	U.S. military grants of goods and services, net.....	-1,765	-1,445	-1,328	-1,583	-1,349	-1,628	-1,002	-845	-884	-758	-619
31	Unilateral transfers (excluding military grants), net.....	-2,282	-2,513	-2,031	-2,732	-2,764	-2,836	-2,896	-3,061	-2,874	-2,918	-3,148
32	U.S. Government grants (excluding military).....	-1,644	-1,853	-1,910	-1,917	-1,688	-1,608	-1,910	-1,802	-1,767	-1,644	-1,730
33	U.S. Government pensions and other transfers.....	-215	-238	-245	-262	-270	-260	-367	-441	-406	-405	-452
34	Private remittances and other transfers.....	-414	-424	-487	-553	-807	-669	-613	-837	-702	-869	-965
35	U.S. Government capital flows, net.....	-1,809	-923	-1,094	-1,583	-1,678	-1,698	-1,634	-2,421	-2,268	-2,193	-1,553
36	Loans and other long-term assets.....	-1,243	-1,030	-2,126	-2,201	-2,376	-2,454	-2,501	-3,634	-2,714	-3,477	-3,288
37	Foreign currencies and other short-term assets.....	-529	-261	-246	-437	-19	-16	-256	209	62	80	-27
38	Repayments on credits:											
39	Scheduled.....	563	670	500	661	664	651	803	867	1,114	1,282	1,478
40	Nonscheduled.....	61	606	680	825	123	221	429	6	269	-87	244
41	U.S. private capital flows, net.....	-3,878	-4,880	-3,428	-4,483	-4,578	-3,794	-4,333	-4,628	-5,583	-5,424	-6,060
42	Direct investments abroad ⁴	-1,674	-1,808	-1,454	-1,478	-2,328	-3,408	-3,661	-3,137	-3,200	-3,284	-4,448
43	Foreign securities.....	-683	-782	-860	-1,104	-877	-759	-492	-1,268	-1,226	-1,494	-942
44	Claims reported by U.S. banks:											
45	Long-term.....	-153	-130	-126	-754	-941	-282	337	255	388	317	183
46	Short-term, nonliquid.....	-1,030	-1,882	-1,396	-1,809	-1,323	-200	-230	-415	-44	-669	-1,015
47	Short-term, liquid.....	-1,85	-1,43	-1,16	-1,29	-1,91	326	138	-85	-51	-209	-110
48	Claims reported by U.S. nonbanking concerns:											
49	Long-term.....	-40	-127	-132	162	-488	-88	-112	-281	-220	-434	-577
50	Short-term, nonliquid.....	-383	-371	-187	-4	-130	-178	-350	-494	-34	-203	-203
51	Short-term, liquid.....	0	-60	-36	-11	-192	548	-163	-120	-498	330	822
52	Foreign capital flows, net.....	2,120	2,467	1,630	2,983	3,317	383	1,329	6,852	9,411	12,186	5,824
53	Direct investments in the United States ⁴	141	73	132	-5	-6	57	88	258	319	332	980
54	U.S. securities other than Treasury issues.....	282	324	134	282	-64	-357	908	1,016	4,380	3,112	2,100
55	Other U.S. nonliquid liabilities to private foreigners:											
56	Long-term, reported by U.S. nonbanking concerns.....	0	80	3	-11	-28	20	180	85	715	704	1,123
57	Short-term, reported by U.S. nonbanking concerns.....	-91	170	-112	-23	112	140	208	490	750	91	890
58	Long-term, reported by U.S. banks.....	0	-3	5	53	88	241	188	168	72	186	14
59	Long-term liabilities to foreign official agencies reported by U.S. banks.....				9	140	-39	703	804	834	-828	-818
60	Nonliquid liabilities reported by U.S. Government:											
61	To foreign official reserve agencies.....			100	-125	120	128	16	452	1,808	-162	626
62	To other official and private foreigners.....	215	26	203	611	828	60	05	-2	107	263	-436
63	U.S. liquid liabilities:											
64	To private foreigners.....	306	1,063	215	826	1,554	131	2,384	1,472	3,810	5,662	-5,342
65	To foreign official agencies.....	1,288	742	938	1,672	1,075	-18	-1,584	2,030	-3,161	-547	7,610
66	Transactions in U.S. official reserve assets, net.....	2,140	846	1,533	377	373	1,322	568	82	-898	-1,187	2,477
67	Gold.....	1,703	857	800	461	125	1,068	671	1,170	1,173	-907	787
68	SDR.....											-861
69	Convertible currencies.....		-118	17	-113	-220	-349	-840	-1,024	-1,183	814	2,182
70	Gold tranche position in IMF.....	442	-135	620	20	266	-64	637	-64	-870	-1,034	380
71	Allocations of special drawing rights (SDR).....											847
72	Errors and omissions, net.....	-1,119	-1,079	-1,329	-485	-1,090	-597	-431	-835	-493	-2,603	-1,132

* Preliminary. * Less than \$500,000. (±)

1. Credits, +; Exports of goods and services; unilateral transfers to U.S.; capital inflows (increase in U.S. liabilities or decrease in U.S. assets); decrease in U.S. official reserve assets.

Debits, —: Imports of goods and services; unilateral transfers to foreigners; capital outflows (decrease in U.S. liabilities or increase in U.S. assets); increase in U.S. official reserve assets.

2. Excludes transfers of goods and services under U.S. military grant programs.

Transactions
of dollars

1966				1967				1968				1969				1970				1971	Line
I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II	III	IV	I	
20,316	10,941	18,443	11,483	21,262	11,880	22,088	12,187	22,758	12,024	12,886	13,235	13,780	14,674	13,844	15,319	15,038	16,329	15,231	16,317	16,153	1
7,121	7,421	7,812	7,894	7,943	7,971	7,196	7,879	7,845	8,098	8,290	8,718	7,482	8,872	8,960	10,109	10,137	11,027	10,018	10,818	10,908	2
193	267	172	307	328	377	204	328	250	416	240	343	390	391	405	338	258	468	303	434	470	3
821	432	492	348	868	427	802	394	377	485	548	385	437	558	831	432	494	817	710	406	539	4
87	86	100	78	87	87	138	89	78	100	140	88	82	113	103	105	148	164	119	119	119	5
620	973	601	682	574	638	815	592	680	681	887	625	508	732	733	682	697	802	811	788	745	6
88	85	88	82	102	102	102	102	118	116	115	115	181	131	131	131	160	168	160	150	174	7
174	179	177	177	202	204	207	206	216	216	220	220	245	245	247	247	263	267	267	267	267	8
73	89	77	90	81	80	88	84	89	85	83	88	85	109	91	93	87	87	102	110	107	9
812	813	828	380	887	884	558	802	330	375	390	442	368	430	412	469	418	482	460	411	483	10
964	982	880	1,298	1,033	886	1,073	1,444	1,098	1,283	1,181	1,472	1,361	1,308	1,330	1,600	1,613	1,344	1,303	1,708	1,642	11
372	411	394	434	435	435	435	449	453	481	494	512	508	553	580	630	630	645	645	645	645	12
112	139	117	223	119	154	119	245	164	262	168	281	184	229	204	220	197	241	180	288	170	13
279	361	314	151	344	243	154	188	233	223	186	146	186	234	145	181	147	222	24	124	210	14
-8,580	-3,425	-10,320	-9,874	-9,731	-10,180	-10,583	-10,585	-11,041	-11,554	-12,683	-12,317	-12,626	-14,166	-14,372	-14,833	-12,801	-15,020	-15,522	-14,968	-14,734	15
-5,000	-4,285	-8,672	-4,787	-8,005	-6,873	-6,288	-7,345	-7,682	-8,201	-9,362	-8,010	-7,394	-9,741	-9,166	-9,589	-9,458	-10,024	-9,948	-10,820	-10,477	16
-577	-526	-978	-107	-1,085	-1,075	-1,108	-1,112	-1,102	-1,112	-1,112	-1,173	-1,168	-1,187	-1,221	-1,261	-1,182	-1,265	-1,211	-1,303	-1,164	17
-424	-701	-1,037	-485	-484	-893	-1,325	-840	-888	-741	-1,237	-820	-840	-974	-1,378	-883	-937	-1,024	-882	-973	-878	18
-140	-264	-238	-128	-159	-282	-248	-141	-130	-202	-252	-153	-157	-263	-343	-187	-281	-382	-208	-211	-245	19
-488	-647	-574	-458	-535	-654	-610	-553	-642	-583	-620	-608	-603	-629	-646	-600	-631	-645	-725	-708	-684	20
-29	-19	-19	-19	-27	-28	-28	-28	-27	-27	-27	-27	-27	-27	-27	-27	-27	-27	-27	-27	-27	21
-80	-85	-94	-91	-94	-98	-100	-105	-117	-121	-131	-118	-120	-141	-151	-137	-152	-157	-158	-153	-172	22
-144	-126	-197	-183	-163	-140	-285	-183	-163	-141	-267	-207	-150	-148	-210	-201	-150	-151	-214	-205	-165	23
-16	-15	-15	-17	-15	-15	-16	-17	-22	-18	-10	-21	-28	-24	-22	-28	-23	-30	-28	-30	-20	24
-82	-87	-88	-136	-83	-88	-88	-110	-106	-84	-92	-107	-103	-99	-99	-117	-128	-97	-96	-120	-134	25
-284	-270	-318	-265	-352	-338	-328	-378	-393	-440	-402	-410	-411	-738	-674	-686	-808	-628	-678	-793	-847	26
-138	-134	-158	-144	-138	-148	-138	-174	-174	-264	-186	-168	-136	-102	-188	-222	-204	-243	-272	-304	-315	27
-276	-381	-384	-171	-244	-343	-154	-189	-237	-223	-180	-146	-196	-226	-145	-189	-147	-222	-98	-104	-216	28
-838	-775	-848	-814	-730	-803	-807	-638	-885	-789	-713	-742	-644	-900	-858	-712	-769	-813	-786	-789	-785	29
-618	-430	-376	-388	-480	-519	-446	-362	-293	-470	-391	-453	-374	-480	-328	-373	-447	-439	-402	-450	-461	30
-81	-80	-121	-85	-92	-98	-104	-96	-82	-91	-122	-102	-98	-102	-104	-102	-100	-118	-122	-123	-123	31
-129	-185	-161	-148	-158	-302	-285	-171	-173	-198	-207	-186	-170	-270	-225	-230	-231	-257	-244	-228	-211	32
-364	-583	-300	-331	-648	-648	-519	-626	-743	-727	-625	-274	-470	-715	-619	-360	-124	-435	-357	-314	-663	33
-582	-682	-683	-645	-1,280	-781	-787	-630	-1,171	-934	-780	-818	-902	-987	-782	-707	-374	-928	-707	-784	-1,172	34
91	-90	-128	-138	441	-127	40	-144	180	-102	1	34	230	-86	-39	16	10	-43	43	-40	77	35
184	183	184	228	194	208	178	358	257	306	206	341	240	336	267	431	263	411	300	470	420	36
3	7	229	192	(*)	(*)	6	(*)	42	3	56	189	44	34	-144	-51	58	214	2	40	4	37
-343	-1,274	-472	-1,468	-1,183	-302	-1,265	-2,257	-847	-1,508	-1,330	-1,582	-1,380	-2,267	-821	-883	-1,441	-2,214	-999	-1,733	-1,937	38
-943	-1,073	-894	-1,240	-903	-408	-710	-1,120	-866	-973	-1,028	-541	-1,008	-1,194	-930	-119	-1,573	-1,082	-247	-884	-1,582	39
-357	-60	-11	-64	-259	-237	-308	-361	-347	-108	-258	-615	-385	-499	-805	-128	-210	35	-658	-337	-362	40
127	1	102	107	183	119	77	(*)	140	49	105	4	138	19	131	34	24	49	22	88	35	41
41	-14	110	-257	-25	-344	-47	-228	70	209	-118	-108	118	-343	226	-460	14	-401	272	-843	80	42
104	-46	119	-42	8	-58	-38	-20	149	-67	34	-102	-41	-43	19	-142	240	-135	-4	-318	28	43
-17	-51	-29	-10	-65	-164	36	-80	34	-32	-57	-105	-82	-80	-13	-940	-381	-18	-120	-34	-8	44
-9	-69	-10	-94	-25	14	-74	-203	-46	-178	-48	-211	-88	-103	84	-121	-94	-90	11	-28	48	45
-104	36	-61	87	-53	61	82	-181	-281	-400	-32	224	-254	98	104	304	-6	-20	63	387	-288	46
-78	1,120	934	1,316	31	1,818	2,420	2,523	842	2,486	2,583	3,080	3,080	4,479	3,989	838	1,444	1,608	2,038	526	2,582	47
62	88	-113	110	64	79	12	112	261	6	23	41	246	104	167	270	484	105	218	190	60	48
172	330	107	108	138	328	828	34	838	1,172	1,116	1,312	1,369	355	340	683	304	374	730	192	628	49
39	12	61	75	125	-24	-19	3	164	185	20	370	180	59	148	341	79	343	227	604	66	50
38	48	134	67	94	90	182	122	83	288	227	211	-83	80	113	-10	93	180	200	302	-70	51
12	167	12	7	87	20	84	16	-60	25	-12	119	-3	25	128	17	7	104	22	-32	-149	52
48	292	68	376	394	500	-194	198	119	160	131	127	-43	-105	-390	-208	-134	-263	-233	-168	-316	53
40	-12	26	-28	26	-7	331	100	247	927	480	625	88	-172	-118	41	-290	749	-5	65	-2	54
-86	-24	26	148	48	112	-53	-126	-21	109	-22	94	-92	45	-48	327	-38	-266	30	-189	-71	55
423	27	1,211	671	-789	80	1,331	700	721	2,222	1,631	-163	3,824	4,051	1,377	-238	-1,092	-181	-1,213	-2,206	-2,367	56
-882	54	-598	-189	-80	540	200	1,300	-1,348	-2,100	-38	485	-1,708	-538	2,235	-140	2,704	630	2,050	2,267	4,729	57
434	68	82	-8	1,027	-419	-374	-131	941	-137	-571	-1,076	-43	-280	-606	-154	-386	1,022	804	1,644	145	58
86	200	173	121	51	16	92	1,012	1,362	22	-74	-137	66	-317	-11	-696	-44	14	325	422	109	59
222	-103	-420	-173	1,807	-424	-488	-1,145	-491	267	-474	-575	-73	240	-442	1,083	831	818	34	468	373	60
184	22	380	46	-31	-10	-5	-99	-57	-120	-23	-364	-31	-228	-223	-643	-253	227	400	9	210	61
-26	-79	182	-475	-94	-523	30	-388	-258	-449	628	-223	-1,203	-722	-678	-5	-122	-523	-416	-71	-1,310	62

8. Excludes exports of goods under U.S. military agency sales contracts identified in Census export documents, and imports of goods included under direct defense expenditures identified in Census import documents, and reflects various other balance-of-payments adjustments (for valuation, coverage, and timing) to Census statistics; see table 4.

9. Excludes reinvested earnings of foreign incorporated affiliates of U.S. firms or of U.S. incorporated affiliates of foreign firms.

10. Includes sales of foreign obligations to foreigners.

6. Coverage of liquid banking claims for 1969-70 and of liquid nonbanking claims for 1969-70 is limited to foreign currency deposits only; other liquid items are not available separately and are included with nonliquid claims.

Note.—Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business.

Table 3.—U.S. International Transactions—

(Millions)

Line	(Credits+; debits-) ¹	1966				1967			
		I	II	III	IV	I	II	III	IV
1	Exports of goods and services ²	10,573	10,667	10,931	11,286	11,062	11,487	11,500	11,699
2	Merchandise, adjusted, excluding military ³	7,223	7,181	7,413	7,583	7,603	7,719	7,660	7,500
3	Transfers under U.S. military agency sales contracts.....	100	214	203	216	329	329	240	241
4	Travel.....	374	393	410	412	412	393	414	428
5	Passenger fares.....	73	84	74	87	88	87	00	08
6	Other transportation.....	563	548	580	566	607	510	506	507
7	Fees and royalties from unaffiliated foreigners.....	88	88	88	89	102	102	102	102
8	Other private services.....	174	178	177	177	202	204	207	200
9	U.S. Government miscellaneous services.....	75	82	70	80	83	85	83	84
10	Receipts of income on U.S. investments abroad:								
11	Direct investment fees and royalties.....	320	324	334	344	355	363	365	366
12	Direct investment interest, dividends and branch earnings ⁴	660	1,015	1,000	1,063	1,031	1,000	1,304	1,279
13	Other private assets.....	377	369	412	420	424	421	433	429
14	U.S. Government assets.....	147	140	146	155	166	100	169	170
15	Transfers of goods and services under U.S. military grant programs, net.....	284	263	264	311	332	183	204	190
16	Imports of goods and services.....	-9,819	-9,366	-9,837	-9,985	-10,197	-10,925	-10,163	-10,712
17	Merchandise, adjusted, excluding military ³	-8,027	-8,145	-8,496	-8,870	-9,061	-9,466	-8,543	-8,153
18	Direct defense expenditures.....	-877	-925	-978	-967	-1,089	-1,375	-1,100	-1,112
19	Travel.....	-844	-870	-886	-871	-701	-841	-814	-780
20	Passenger fares.....	-191	-182	-188	-191	-207	-206	-304	-214
21	Other transportation.....	-613	-641	-662	-653	-603	-648	-506	-540
22	Fees and royalties to unaffiliated foreigners.....	-10	-10	-10	-10	-27	-26	-25	-20
23	Private payments for other services.....	-83	-84	-80	-82	-96	-98	-102	-107
24	U.S. Government payments for miscellaneous services.....	-168	-150	-161	-164	-186	-188	-174	-180
25	Payments of income on foreign investments in the United States:								
26	Direct investment fees and royalties.....	-16	-16	-16	-17	-10	-15	-15	-17
27	Direct investment interest, dividends and branch earnings ⁴	-35	-78	-101	-108	-94	-95	-87	-96
28	Other private liabilities.....	-250	-268	-322	-343	-354	-340	-333	-347
29	U.S. Government liabilities.....	-131	-138	-144	-133	-137	-150	-148	-166
30	U.S. military grants of goods and services, net.....	-264	-263	-264	-281	-329	-193	-208	-196
31	Unilateral transfers (excluding military grants), net.....	-822	-717	-698	-685	-721	-849	-844	-667
32	U.S. Government grants (excluding military).....	-888	-464	-419	-410	-456	-402	-399	-307
33	U.S. Government pensions and other transfers.....	-31	-80	-121	-85	-93	-98	-166	-96
34	Private remittances and other transfers.....	-153	-163	-156	-151	-174	-201	-159	-174
35	U.S. Government capital flows, net.....	-314	-562	-540	-379	-842	-838	-858	-683
36	Loans and other long-term assets.....	-498	-848	-886	-680	-1,157	-734	-855	-887
37	Foreign currencies and other short-term assets.....	-32	-64	-64	-75	301	-92	77	-76
38	Repayments on credits:								
39	Scheduled.....	903	108	213	103	214	287	217	290
40	Nonscheduled ⁵	3	7	236	102	(*)	(*)	6	(*)
41	U.S. private capital flows, net.....	-1,081	-1,051	-928	-1,276	-1,594	-901	-1,787	-1,855
42	Direct investments abroad ⁴	-728	-634	-917	-1,082	-767	-518	-947	-904
43	Foreign securities.....	-357	-60	-11	-240	-240	-237	-480	-361
44	Claims reported by U.S. banks:								
45	Long-term.....	127	1	102	107	163	170	-77	(*)
46	Short-term, nonliquid.....	-42	-12	-30	-135	-131	-318	-202	3
47	Short-term, liquid.....	68	37	47	-30	-41	53	-122	25
48	Claims reported by U.S. nonbanking concerns:								
49	Long-term.....	-37	-51	-28	-16	-69	-184	26	-85
50	Short-term, nonliquid.....	-68	-56	-39	-29	-96	20	-113	-175
51	Short-term, liquid.....	-68	26	-60	-57	66	72	47	-206
52	Foreign capital flows, net.....	696	1,048	629	1,141	394	1,929	2,151	2,375
53	Direct investments in the United States ⁴	57	38	-113	110	64	70	12	112
54	U.S. securities other than Treasury issues.....	173	520	107	100	139	320	520	34
55	Other U.S. nonliquid liabilities to private foreigners:								
56	Long-term, reported by U.S. nonbanking concerns.....	26	12	31	78	126	-24	-10	3
57	Short-term, reported by U.S. nonbanking concerns.....	30	80	131	87	94	90	123	133
58	Long-term, reported by U.S. banks.....	12	167	12	7	67	20	65	10
59	Long-term liabilities to foreign official agencies reported by U.S. banks.....	48	282	88	375	264	296	-196	190
60	Nonliquid liabilities reported by U.S. government:								
61	To foreign official reserve agencies.....	32	-10	16	-14	10	-12	223	123
62	To other official and private foreigners.....	-100	22	81	82	60	157	-8	-311
63	U.S. liquid liabilities:								
64	To private foreigners.....	270	168	987	963	-808	195	1,059	1,573
65	To foreign official agencies.....	-58	-137	-764	-580	423	508	152	906
66	Transactions in U.S. official reserve assets, net.....	424	68	83	-0	1,027	-413	-375	-181
67	Gold.....	68	200	173	121	51	15	82	1,012
68	SDR.....	222	-103	-426	-173	1,007	-424	-467	-1,145
69	Convertible currencies.....	134	23	236	48	-31	-10	-5	-49
70	Gold tranche position in IMF.....								
71	Allocations of special drawing rights (SDR).....								
72	Errors and omissions, net.....	-275	-244	154	-87	-339	-683	14	21

* Preliminary. * Less than \$500,000 (±).

1. Credits, +; Exports of goods and services; unilateral transfers to U.S.; capital inflows (increase in U.S. liabilities or decrease in U.S. assets); decrease in U.S. official reserve assets.

Debits, -; Imports of goods and services; unilateral transfers to foreigners; capital outflows (decrease in U.S. liabilities or increase in U.S. assets); increase in U.S. official reserve assets.

2. Excludes transfers of goods and services under U.S. military grant programs.

3. Excludes exports of goods under U.S. military agency sales contracts identified in Census

Seasonally Adjusted

of dollars)

1968				1969				1970				1971	Line
I	II	III	IV	I	II	III	IV	I	II	III	IV	12	
11,995	12,698	13,284	12,701	11,866	12,232	12,674	12,611	12,574	12,886	12,990	12,735	12,515	1
7,947	8,285	8,378	8,278	7,818	8,400	8,602	8,888	10,241	10,562	10,026	10,461	11,032	2
382	344	393	357	407	320	442	320	274	447	327	433	387	3
433	451	441	480	408	518	510	453	556	573	520	501	580	4
101	133	102	104	108	112	119	111	136	142	134	141	154	5
624	638	640	641	620	710	703	714	730	774	803	793	785	6
115	115	114	115	131	131	131	131	150	160	160	160	174	7
210	216	220	220	245	240	247	247	266	267	267	267	267	8
22	87	87	87	82	101	94	94	90	80	107	110	111	9
381	383	396	404	304	438	420	420	440	406	400	408	488	10
1,007	1,307	1,276	1,292	1,334	1,367	1,473	1,464	1,500	1,409	1,507	1,520	1,610	11
402	477	512	480	517	560	582	518	648	648	600	642	648	12
280	208	219	144	229	220	241	230	238	238	223	206	213	13
215	178	247	164	178	188	168	286	137	191	118	165	191	14
-11,483	-11,634	-12,436	-12,384	-11,637	-12,828	-12,686	-12,142	-12,493	-12,761	-12,936	-12,125	-12,444	15
-7,621	-8,134	-8,508	-8,441	-7,560	-8,580	-8,278	-8,397	-8,738	-9,231	-9,402	-10,319	-10,760	16
-1,103	-1,112	-1,147	-1,173	-1,195	-1,187	-1,221	-1,251	-1,182	-1,255	-1,211	-1,208	-1,184	17
-755	-737	-787	-743	-820	-849	-864	-857	-924	-1,010	-1,031	-1,097	-1,077	18
-207	-210	-230	-222	-255	-264	-277	-284	-206	-280	-320	-310	-318	19
-580	-577	-600	-598	-528	-537	-537	-530	-501	-503	-538	-507	-715	20
-27	-27	-27	-27	-30	-30	-30	-30	-30	-30	-30	-30	-31	21
-117	-120	-118	-122	-135	-138	-130	-143	-153	-153	-157	-140	-107	22
-148	-187	-175	-228	-179	-177	-178	-185	-179	-281	-182	-187	-174	23
-22	-18	-10	-21	-28	-24	-22	-25	-23	-30	-26	-20	-20	24
-104	-05	-06	-92	-98	-111	-106	-102	-120	-100	-104	-107	-128	25
-305	-449	-403	-587	-610	-762	-610	-693	-642	-606	-642	-780	-800	26
-175	-182	-186	-180	-186	-191	-190	-203	-207	-241	-266	-290	-320	27
-215	-176	-247	-164	-178	-165	-142	-246	-137	-191	-116	-185	-191	28
-641	-638	-758	-779	-638	-633	-653	-749	-756	-783	-863	-830	-783	29
-362	-122	-436	-486	-344	-321	-371	-406	-418	-301	-444	-485	-432	30
-02	-01	-122	-102	-59	-103	-104	-103	-100	-118	-122	-122	-123	31
-187	-185	-201	-180	-167	-210	-215	-220	-238	-244	-237	-220	-228	32
-708	-629	-570	-563	-411	-630	-631	-461	-423	-386	-324	-410	-599	33
-1,092	-802	-923	-867	-645	-948	-837	-848	-723	-881	-840	-636	-1,018	34
-10	-54	38	05	63	-42	-31	79	-130	18	70	17	-72	35
300	314	260	240	387	320	331	310	342	385	380	388	458	36
42	3	55	109	44	34	-154	-11	88	114	2	40	4	37
-876	-1,184	-1,582	-1,002	-1,434	-1,889	-1,386	-862	-1,036	-1,534	-1,782	-1,673	-2,024	38
-400	-943	-1,033	-670	-625	-900	-839	-430	-1,368	-1,257	-807	-684	-1,357	39
-347	-103	-260	-213	-335	-480	-600	-126	-210	63	-188	-337	-362	40
140	49	103	4	133	10	131	34	24	49	22	88	35	41
-63	270	-207	40	-67	-310	-328	-23	-102	-246	-184	-330	-85	42
89	43	-01	-182	-141	-37	-58	-9	140	-127	-38	-70	-72	43
34	-22	-67	-168	-63	-90	-13	-240	-381	-13	-129	-54	-8	44
-100	-162	-106	-113	70	-87	-18	-16	-106	-47	-64	-182	-15	45
-360	-374	-47	89	-130	144	173	149	137	40	38	101	-100	46
1,166	2,338	2,469	3,515	3,398	3,889	3,488	1,620	1,818	1,064	1,688	1,414	2,741	47
263	5	23	41	246	164	109	270	426	108	219	180	50	48
820	1,122	1,116	1,312	1,365	340	316	903	304	374	729	782	879	49
284	180	103	190	226	74	230	161	169	358	319	324	100	50
123	258	342	241	-13	65	29	11	103	151	124	302	0	51
-60	28	-12	110	-6	21	156	17	7	10	23	-32	-140	52
110	100	131	137	-43	-106	-360	-206	-184	-236	-223	-188	-210	53
240	619	389	648	61	-189	-120	43	-206	736	-19	77	-8	54
-18	100	8	-44	-68	89	-13	256	-34	-224	82	-203	-68	55
538	2,318	792	164	2,844	4,571	1,179	75	-1,672	-370	-1,363	-2,011	-2,687	56
-1,097	-2,619	-296	801	-1,327	-983	1,880	-85	3,921	97	1,738	2,703	5,009	57
904	-137	-571	-1,076	-48	-259	-686	-184	244	806	689	824	682	58
1,382	22	-74	-137	66	-317	-11	-695	-44	14	306	423	109	59
-401	207	-474	-675	-73	240	-442	1,083	531	818	-34	409	373	60
-57	-420	-23	-304	-91	-228	-233	-542	-253	227	400	0	260	61
-321	-551	392	47	-1,092	-629	-717	-168	-02	-438	-422	-297	-1,268	62

export documents, and imports of goods included under direct defense expenditures identified in Census Import documents, and reflects various other balance-of-payments adjustments (for valuation, coverage, and timing) to Census statistics; see table 4.
 4. Includes reinvested earnings of foreign incorporated affiliates of U.S. firms or of U.S. incorporated affiliates of foreign firms.

5. Includes sales of foreign obligations to foreigners.

Source: U.S. Department of Commerce, Office of Business Economics.

Table 4.—U.S. Merchandise

(Millions of

Line		1960	1961	1962	1963	1964	1965	1966	1967	1968	1969	1970
EXPORTS												
1	Merchandise exports, Census basis, ¹ including reexports and military grant shipments	29,688	21,035	21,713	23,387	26,045	27,621	36,439	31,822	34,630	38,946	43,227
2	Merchandise exports, Census basis, ¹ including reexports, excluding military grant shipments	19,661	24,223	29,988	22,467	25,831	24,742	29,499	31,639	34,963	37,323	42,662
3	Regular additions to Census exports	267	248	289	280	243	256	267	310	310	367	258
3a	Private gift parcel remittances	68	59	81	44	45	44	44	75	75	71	76
3b	Virgin Islands exports to foreign countries	2	1	1	1	1	1	1	1	1	1	1
3c	Gold exports, nonmonetary	2	2	2	2	2	2	2	2	2	2	2
3d	Inland freight (to Canada) valuation adjustment	104	100	174	183	184	285	215	215	228	257	265
3e	Other regular additions ²	36	28	32	42	14	4	2	5	-2	11	-2
4	Regular deductions from Census exports ¹	30	40	46	44	37	23	25	29	31	31	28
5	Special adjustments, net ¹		-95	-92	-40	-129	84	37			-8	
5a	Of which: quarterly allocation of annual seasonal adjustment discrepancy ¹											
6	Equals: Total merchandise exports, adjusted to balance of payments basis	19,882	29,335	31,186	22,546	25,808	27,859	39,789	31,320	35,372	37,682	43,980
7	Less: Merchandise exports transferred under U.S. military agency sales contracts identified in Census documents ⁴	233	232	327	394	420	521	379	645	784	1,172	1,010
8	Equals: Merchandise exports, adjusted to balance of payments basis, excluding "military" (table 2, line 2)	19,649	29,103	30,859	22,152	25,388	27,338	39,410	30,675	34,588	36,510	42,970
IMPORTS												
9	Merchandise imports, Census basis ¹ (general imports)	15,072	14,759	16,453	17,205	18,749	21,579	25,658	26,599	33,236	36,843	38,963
10	Regular additions to Census imports	85	89	108	108	137	182	206	252	327	398	487
10a	Virgin Islands imports from foreign countries	13	12	21	22	27	44	43	56	108	168	232
10b	Gold imports, nonmonetary	58	57	80	70	100	130	155	178	211	218	183
10c	Other regular additions ²	10	10	7	7	10	8	8	8	12	12	13
11	Regular deductions from Census imports	5	6	0	8	7	26	79	168	306	340	380
11a	Automotive valuation adjustment						17	75	182	300	345	346
11b	Other regular deductions ²	5	6	0	8	7	2	4	6	6	3	4
12	Special adjustments, net ¹	40	65	42	28	9	-85	40	-34	-23	20	
12a	Of which: quarterly allocation of annual seasonal adjustment discrepancy ¹											
13	Equals: Total merchandise imports, adjusted to balance of payments basis	15,221	14,907	16,594	17,343	18,888	21,682	25,898	27,022	33,214	36,967	40,849
14	Less: Merchandise imports of U.S. military agencies identified in Census documents ⁴	477	368	376	332	243	186	217	201	258	237	179
15	Equals: Merchandise imports, adjusted to balance of payments basis, excluding "military" (table 2, line 15)	14,744	14,539	16,218	17,011	18,645	21,496	25,681	26,821	32,956	36,730	40,670
16	Balance on merchandise trade, adjusted to balance of payments basis (line 6 less line 15) (export surplus, +)	4,561	5,432	4,512	5,393	7,019	6,337	4,069	4,238	1,368	1,835	2,311
17	Balance on merchandise trade, adjusted to balance of payments basis, excluding "military" (line 8 less line 15) (export surplus, +)	4,986	5,588	4,551	5,281	5,831	4,942	3,927	3,855	524	640	2,116
TRADE BY END-USE												
18	Merchandise exports, Census basis, including military grant shipments (line 1)	29,688	21,035	21,713	23,387	26,045	27,621	36,439	31,822	34,630	38,946	43,227
18a	Agricultural products	4,800	5,073	5,078	6,640	6,412	6,300	6,955	6,448	6,904	6,998	7,353
18b	Nonagricultural products	15,740	15,963	16,635	16,747	19,633	21,321	29,474	25,374	27,726	31,948	35,874
18c	Excluding military grant shipments	14,780	15,183	16,558	16,677	19,410	20,442	27,335	24,922	27,762	31,234	35,800
19	Food, feeds, and beverages	3,379	3,416	3,519	4,262	4,349	4,928	5,499	4,986	4,813	4,685	5,336
20	Grains and preparations	1,821	2,043	2,288	2,678	2,876	2,901	3,504	2,907	2,872	2,816	3,038
21	Soybeans	330	349	407	471	567	650	790	772	810	832	1,216
22	Other foods, feeds, and beverages	1,013	1,013	1,133	1,264	1,406	1,376	1,225	1,233	1,192	1,340	1,582
23	Industrial supplies and materials ¹⁰	7,534	7,195	7,531	7,822	9,885	8,937	9,613	9,971	11,684	11,779	13,795
24	Fuels and lubricants	841	704	820	875	948	949	977	1,106	1,052	1,123	1,596
25	Paper and paper base stocks	419	483	487	686	597	504	686	722	828	905	1,137
26	Textile supplies and materials	1,540	1,429	1,009	1,350	1,342	1,070	1,034	1,033	1,822	923	1,351
27	Raw cotton, including lint	988	884	537	587	890	496	440	470	406	286	376
28	Tobacco, unmanufactured	379	301	373	403	413	383	682	408	404	548	488
29	Chemicals, excluding medicinals	1,406	1,457	1,517	1,630	1,090	1,040	2,303	2,313	2,704	2,741	3,050
30	Other nonmetals (fides, talow, minerals, wood, rubber, tires, etc.)	1,388	1,375	1,358	1,476	1,716	1,888	2,070	2,073	2,267	2,409	2,656
31	Electromaking materials	305	427	298	285	332	283	371	324	275	371	547
32	Iron and steel products	717	541	631	650	791	795	900	702	741	1,137	1,399
33	Other metals, primary and advanced, including advanced steel ¹⁰	920	558	721	780	1,065	1,065	1,315	1,201	1,532	1,631	1,873
34	Capital goods, except automobiles	5,511	5,310	5,443	6,684	7,463	8,899	8,333	8,812	11,672	12,346	14,356
35	Machinery, except consumer-type	4,284	4,798	5,221	6,321	6,390	7,822	7,822	8,116	8,642	9,901	11,264
36	Electrical and electronic, and parts and attachments	780	818	963	1,070	1,178	1,145	1,270	1,426	1,557	1,880	2,078
37	Non-electrical, and parts and attachments	3,505	3,912	4,258	5,251	6,212	6,682	6,546	6,690	7,085	8,020	9,186
38	Construction machinery and equipment	947	937	979	1,042	1,265	1,305	1,335	1,396	1,520	1,690	1,863
39	Textile and other specialized industry machinery and parts	460	520	549	530	628	634	677	673	762	785	831
40	Other industrial machinery and farm tractors and parts	1,474	1,404	1,506	1,680	2,148	2,373	2,483	2,884	3,062	3,476	3,893
41	Agricultural machinery and farm tractors and parts	266	308	317	385	348	434	444	442	412	419	380
42	Business and office machines, computers, etc., and parts	223	238	314	285	467	512	460	448	500	1,236	1,785
43	Scientific, professional, and service-industry equipment	226	200	288	331	375	400	437	445	476	511	638
44	Civilian aircraft, engines, parts	1,052	973	1,013	919	913	1,077	1,224	1,014	2,277	2,236	2,681
45	Civilian aircraft, complete—all types	537	330	325	265	267	478	503	760	1,485	1,284	1,520
46	Other transportation equipment	175	300	379	163	163	167	141	184	103	120	141

See footnotes at end of table.

Trade
dollars

Not seasonally adjusted									Seasonally adjusted									Line
1969				1970				1971	1969				1970				1971	
I	II	III	IV	I	II	III	IV	I*	I	II	III	IV	I	II	III	IV	I*	
7,726	10,332	9,440	10,508	10,342	11,355	10,272	11,287	11,247	7,755	9,346	10,972	10,190	10,476	10,535	10,967	10,919	11,370	1
7,890	10,153	9,287	10,339	10,196	11,221	10,158	11,096	11,187	7,615	9,765	9,889	10,070	10,329	10,640	10,645	10,708	11,260	2
109	84	80	98	91	92	80	83	90	106	77	90	10	97	85	91	82	93	3
12	17	16	28	16	17	18	26	16	12	17	18	20	16	17	18	25	15	3a
8	4	5	0	2	4	6	6	3	8	4	6	9	2	4	6	5	3	3b
1	1	(*)	(*)	(*)	(*)	(*)	(*)	(*)	2	1	(*)	(*)	(*)	(*)	(*)	(*)	(*)	3c
60	68	62	69	63	70	66	67	64	60	61	63	67	60	64	66	68	67	3d
18	-6	6	-7	10	1	1	-14	6	18	-8	6	-7	10	1	1	-14	6	3e
8	8	7	8	7	7	7	7	6	8	8	7	8	7	7	7	7	6	4
40	15	-61		38			-35		62	26	-62	11	10	-18	-18	-63		5
									12	11	9	11	-10	-18	-18	-19		5a
7,716	10,342	9,278	10,425	10,324	11,306	10,239	11,197	11,201	7,764	9,346	9,920	10,118	10,438	10,551	10,911	10,789	11,327	6
254	378	318	239	197	279	216	319	295	264	379	318	230	197	279	216	319	295	7
7,662	9,872	9,360	10,196	10,117	11,027	10,018	10,816	10,809	7,610	9,490	9,802	9,988	10,241	10,592	10,696	10,461	11,032	8
7,409	9,781	9,191	9,662	9,453	10,071	9,879	10,569	10,527	7,468	9,591	9,815	9,454	9,719	9,967	10,029	10,333	10,809	9
109	112	81	85	106	102	85	114	111	106	112	81	85	106	102	85	114	111	10
87	40	28	33	69	63	43	47	63	87	40	28	33	69	63	43	47	63	10a
46	60	49	59	36	38	38	44	46	46	60	49	59	36	38	38	44	46	10b
3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	10c
80	89	88	112	87	90	65	99	114	70	82	88	100	86	92	86	87	113	11
79	80	67	111	86	88	65	97	113	78	82	87	90	85	91	85	86	113	11a
1	(*)	1	1	1	2	(*)	2	1	(*)	1	1	1	1	1	(*)	2	1	11b
-33		0		28					-34	6	17	8	32	4	4	4		12
									6	6	8	8	3	4	4	4		12a
7,488	9,894	9,221	9,668	9,593	10,074	9,957	10,875	10,529	7,660	9,629	9,825	9,453	9,773	9,981	10,031	10,364	10,867	13
71	63	47	58	46	50	29	45	47	71	63	47	56	45	50	29	45	47	14
7,334	9,741	9,385	9,895	9,459	10,064	9,858	10,636	10,477	7,589	9,588	9,776	9,397	9,728	9,931	9,993	10,319	10,760	15
311	436	55	791	911	1,212	336	562	677	184	231	595	665	665	838	890	416	539	16
129	131	-206	697	655	1,003	186	286	429	-79	-76	324	491	513	741	704	142	272	17
7,726	10,332	9,440	10,508	10,342	11,355	10,272	11,287	11,247	7,755	9,346	10,972	10,190	10,476	10,535	10,967	10,919	11,370	18
988	1,761	1,490	1,684	1,662	1,759	1,680	2,229	2,050	1,003	1,755	1,607	1,006	1,758	1,776	1,823	1,980	2,121	18a
0,748	8,591	8,000	8,574	8,060	9,009	8,580	9,828	9,107	0,759	8,199	8,486	8,494	8,738	9,179	9,349	9,959	10,786	18b
8,605	8,418	7,617	8,404	8,513	9,485	8,464	8,867	9,087	0,612	0,007	8,282	8,324	8,591	9,024	8,902	9,796	9,110	18c
769	1,299	1,114	1,686	1,366	1,404	1,366	1,404	1,834	774	1,346	1,227	1,322	1,327	1,419	1,543	1,529	1,663	19
377	741	603	734	689	683	634	624	634	360	776	694	606	670	720	774	807	705	20
384	104	118	374	262	313	235	400	318	149	204	191	263	270	311	364	272	340	21
288	383	353	690	315	370	407	419	402	379	360	342	273	278	366	405	390	478	22
2,124	2,369	2,107	2,288	2,322	2,640	2,324	2,590	2,543	2,389	2,163	2,164	2,246	2,465	2,521	2,387	2,422	2,567	23
212	312	296	313	307	408	418	464	372	246	300	279	309	366	382	394	454	432	24
396	247	237	258	254	293	296	297	277	170	242	230	262	268	285	300	290	286	25
182	310	298	232	291	289	108	274	372	180	248	248	234	268	277	228	279	341	26
401	120	71	55	116	111	47	104	194	24	172	68	61	97	103	57	119	103	27
60	142	134	214	94	107	187	190	118	73	163	133	147	120	131	106	120	181	28
625	777	734	707	770	816	738	727	713	637	748	729	721	803	790	738	728	728	29
493	666	617	647	645	676	632	699	686	483	633	660	646	644	682	686	680	678	30
42	86	130	104	100	160	146	120	78	64	85	116	112	120	151	122	134	94	31
185	275	292	374	379	416	327	274	238	187	295	310	329	370	405	348	281	241	32
300	469	430	429	500	471	442	440	298	286	416	488	488	495	448	473	471	289	33
2,801	2,363	2,001	2,283	2,385	2,799	2,397	2,646	2,457	2,742	2,092	2,261	2,299	2,449	2,629	2,678	2,683	2,993	34
2,111	2,709	2,511	2,601	2,730	2,974	2,617	2,951	2,456	2,123	2,543	2,691	2,692	2,750	2,793	2,840	2,900	2,999	35
401	407	474	486	482	493	483	521	484	521	484	484	484	510	512	520	522	531	36
1,719	2,213	2,037	2,170	2,229	2,422	2,365	2,471	2,434	1,718	2,080	2,172	2,173	2,240	2,261	2,317	2,407	2,489	37
321	459	434	466	465	503	484	484	484	331	447	440	462	482	498	508	498	504	38
162	216	199	219	210	238	233	248	248	171	201	211	212	229	223	247	240	244	39
738	961	970	906	921	1,000	965	1,007	1,017	746	808	827	810	822	882	1,027	1,015	1,032	40
98	123	95	91	102	94	81	81	86	90	112	119	106	12	70	69	94	77	41
265	287	268	286	278	318	291	296	287	255	341	344	328	344	328	344	328	344	42
126	147	132	136	162	166	181	189	172	124	156	141	141	181	189	173	184	172	43
663	514	468	536	548	763	763	821	689	669	541	607	600	758	758	606	640	640	44
463	378	214	322	470	490	231	323	625	571	262	286	346	390	483	265	347	507	45
27	35	26	34	27	26	20	46	41	39	29	31	32	30	22	36	44	45	46

Table 4.—U.S. Merchandise

Line		1960	1961	1962	1963	1964	1965	1966	1967	1968	1969	1970
40	Automotive vehicles, parts, and engines.....	1,266	1,188	1,341	1,458	1,723	1,939	2,354	2,784	3,453	3,888	3,852
41	To Canada.....	400	371	409	529	637	807	1,370	1,795	2,276	2,738	2,474
42	To all other areas.....	866	817	932	929	1,086	1,082	1,084	1,089	1,074	1,082	1,178
43	Passenger cars, new and used.....	243	246	271	265	307	353	476	521	583	623	637
44	Trucks, buses, and special vehicles.....	391	321	285	310	358	338	307	412	434	431	540
45	Parts, bodies, and accessories, including engines and parts, n.e.s.....	682	632	704	804	1,015	1,191	1,413	1,546	2,038	2,534	2,285
46	Consumer goods (nonfood), except automotive.....	1,396	1,441	1,496	1,558	1,751	1,799	2,035	2,121	2,334	2,573	2,717
47	Consumer durables, manufactured.....	542	573	670	693	705	698	809	825	890	1,047	1,007
48	Consumer nondurables, manufactured.....	854	868	826	865	1,046	1,101	1,226	1,296	1,444	1,526	1,710
49	Unmanufactured consumer goods (gems, stones, precious and non-precious).....	8	13	19	41	47	47	63	66	99	128	123
50	Special category (military-type goods).....	849	826	971	1,025	951	1,329	1,249	1,104	1,110	1,044	1,280
51	Exports, n.e.s., and reexports.....	490	549	583	624	723	658	793	743	821	1,057	1,092
52	Domestic (low-value, miscellaneous).....	236	305	314	344	370	337	363	389	411	543	500
53	Foreign (reexports).....	254	244	269	280	353	321	430	354	409	514	592
54	Merchandise exports, Census basis (line 5).....	15,072	14,759	15,483	17,206	18,745	21,526	23,618	26,083	30,235	36,643	35,963
55	Food, feeds, and beverages.....	3,284	3,331	3,573	3,753	3,935	3,946	4,499	4,586	5,271	5,238	6,158
56	Coffee, cocoa, and sugar.....	1,887	1,881	1,921	1,701	1,780	1,825	1,901	1,808	1,916	1,700	2,029
57	Green coffee.....	1,002	901	980	964	1,107	1,082	1,007	983	1,140	804	1,188
58	Cane sugar.....	512	480	408	611	458	443	481	488	610	438	720
59	Other foods, feeds, and beverages.....	1,020	1,780	1,022	7,082	7,129	2,321	2,888	2,888	3,385	3,538	4,000
60	Industrial supplies and materials.....	7,887	7,734	8,573	8,574	9,503	11,424	12,162	11,636	14,169	14,159	14,117
61	Fuels and lubricants.....	1,580	1,721	1,906	1,931	2,015	2,212	2,347	2,347	2,603	2,777	3,003
62	Paper and paper base stocks.....	1,008	1,003	1,144	1,130	1,227	1,201	1,410	1,390	1,431	1,505	1,678
63	Materials associated with nondurable goods and farm output n.e.s.....	1,728	1,718	1,923	2,037	2,084	2,308	2,614	2,371	2,749	2,858	3,000
64	Textile supplies and materials.....	847	817	973	1,043	1,000	1,162	1,343	1,015	1,180	1,142	1,209
65	Textiles, unmanufactured.....	117	131	107	113	142	123	127	102	148	127	111
66	Chemicals, excluding medicinals.....	278	304	370	326	308	445	584	589	708	880	880
67	Other (hides, copra, materials for making plastics, drugs, dyes).....	428	463	512	650	670	680	691	610	732	891	710
68	Building materials, except metals.....	540	537	615	680	705	722	784	704	1,072	1,187	1,005
69	Materials associated with durable goods output, n.e.s. 1/.....	2,041	2,030	2,080	2,121	2,433	4,421	4,047	5,112	4,308	5,942	6,003
70	Sawmilling materials.....	561	443	402	404	402	470	758	688	673	649	734
71	Iron and steel products.....	568	421	437	492	626	1,272	1,313	1,423	1,123	1,911	2,103
72	Other metals, primary and advanced, including advanced steel 1/.....	1,197	1,166	1,241	1,347	1,405	1,506	2,220	2,280	3,734	2,360	2,647
73	Nonmetals (gums, oils, resins, minerals, rubber, tires, etc.).....	713	600	621	688	642	601	740	744	868	1,030	1,030
74	Capital goods, except automotive.....	582	683	789	823	1,049	1,458	2,128	2,332	3,325	3,216	3,782
75	Machinery, except consumer-type.....	481	572	681	796	1,020	1,357	1,923	2,202	2,637	3,040	3,021
76	Electrical and electronic, and parts and attachments.....	123	130	168	181	203	301	477	533	700	817	1,017
77	Non-electrical and parts and attachments.....	413	439	512	615	817	1,056	1,446	1,718	1,928	2,233	2,574
78	Construction, textile and other specialized-industry machinery and nonfarm tractors and parts.....	83	98	120	138	160	247	341	378	460	503	600
79	Other industrial machinery and parts.....	114	120	144	177	244	336	496	650	736	823	880
80	Agricultural machinery and farm tractors and parts.....	135	115	152	170	181	287	320	332	347	347	359
81	Business and office machines, computers, etc., and parts.....	26	73	92	77	84	118	161	183	225	320	471
82	Scientific, professional and service-industry equipment and parts; and miscellaneous transportation equipment.....	22	24	25	62	106	110	139	164	176	212	239
83	Civilian aircraft, engines, parts.....	27	121	28	25	20	102	212	129	168	177	101
84	Civilian aircraft, complete—all types.....	2	74	40	1	2	67	163	68	100	110	48
85	Automotive vehicles, parts and engines.....	633	583	621	688	767	939	1,118	2,034	4,296	6,341	5,955
86	From Canada.....	11	8	9	20	102	249	608	1,690	2,018	2,488	3,584
87	From all other areas.....	622	575	612	668	665	690	510	1,424	2,318	3,853	2,371
88	Passenger cars, new and used.....	444	315	433	467	529	670	1,244	1,781	2,786	3,369	3,734
89	Trucks, buses, and special vehicles.....	30	13	17	22	24	44	174	351	478	716	750
90	Parts, bodies, and accessories, including engines and parts, n.e.s.....	60	62	71	66	131	229	422	431	1,020	1,255	1,496
91	Consumer goods (nonfood), except automotive.....	1,001	1,082	1,216	1,389	1,694	1,708	2,012	2,113	2,339	2,615	2,851
92	Consumer durables, manufactured.....	471	500	581	606	618	613	724	734	804	935	980
93	Consumer nondurables, manufactured.....	530	582	635	783	1,076	1,095	1,288	1,379	1,535	1,680	1,871
94	Unmanufactured consumer goods (gems, jewelry, etc.).....	217	246	280	280	324	391	486	407	599	691	726
95	Imports, n.e.s. (low value, goods returned, military aircraft, Government purchased brand, movies, exhibits).....	802	749	752	781	771	849	1,000	1,519	1,347	1,471	1,399

1/ Preliminary.

1. The figures shown for exports and imports are the trade totals published by the Census Bureau, with the following exceptions.

Exports and Imports: Beginning with 1968 data, exports and imports as published by the Census Bureau include trade in silver ore and bullion. To achieve comparability over time, all pre-1968 data shown in this table have been adjusted to include silver transactions.

Imports Only: (a) 1962 imports as shown do not include an upward revision of \$10 million which is in the revised 1962 import total published by the Census Bureau, because supporting commodity detail was not available. This amount is included instead in the balance of payments adjustment shown in line 12, and is in total merchandise imports, balance of payments basis, lines 13 and 15. (b) 1965 imports as shown here are \$92 million higher than imports as

recorded in Census Bureau published statistics. The adjustment, which corrects for large irregularities and some omissions in the monthly receipt of documents by Census during the last 4 months of 1965, has been distributed in the accompanying commodity detail, lines 01-101.

2. Mainly net additions to or liquidations of U.S.-owned grain in storage in Canada, and exports of electrical energy.

3. Mainly exports of exposed motion picture film for rental rather than sale, and exports to Panama Canal Zone. Prior to 1960, also includes transfers of goods procured offshore under nonmilitary aid programs.

4. Irregular and occasional adjustments; valuation adjustments for goods considered to be

Trade—Continued

Not seasonally adjusted									Seasonally adjusted									Line
1969				1970				1971	1969				1970				1971	
I	II	III	IV	I	II	III	IV	II	I	II	III	IV	I	II	III	IV	II	
822	1,065	814	1,060	889	1,101	814	825	1,101	934	978	1,021	965	929	1,086	998	756	1,114	40
877	739	578	747	887	808	634	827	784	882	884	731	867	612	725	682	473	791	47
245	323	290	310	301	295	280	302	317	282	308	290	298	307	281	300	283	323	48
279	243	180	304	179	303	170	178	280	214	282	247	166	166	290	207	141	296	49
111	129	127	128	143	148	138	131	140	115	142	138	137	145	120	151	135	160	50
536	845	827	820	880	850	407	822	802	602	590	601	581	611	680	573	480	696	51
561	704	687	682	664	784	668	665	673	687	672	678	658	676	673	680	683	682	52
230	264	263	261	243	266	237	271	247	222	267	277	240	247	241	282	270	281	53
365	300	367	300	383	410	364	363	364	318	370	369	373	401	401	395	301	401	54
26	90	27	35	30	32	20	63	32	32	30	32	35	28	31	33	32	20	56
337	486	487	358	289	303	288	489	369	337	485	467	365	389	363	289	428	363	55
212	266	280	389	336	385	384	387	368	219	263	262	361	349	368	488	386	382	57
96	125	111	212	202	221	221	221	214	97	122	110	262	210	215	223	212	392	58
117	141	130	147	134	144	103	173	134	121	131	143	140	130	153	107	174	180	59
7,409	9,781	9,191	9,663	9,423	10,971	9,379	10,590	10,527	7,666	9,891	9,315	9,398	9,719	9,367	10,029	10,232	10,809	60
984	1,432	1,317	1,486	1,472	1,866	1,494	1,690	1,478	1,664	1,431	1,320	1,416	1,552	1,563	1,498	1,558	1,561	61
282	477	428	412	485	554	538	503	408	304	470	403	408	527	532	510	499	536	62
154	243	230	288	252	307	278	288	292	163	242	206	270	260	250	278	274	390	63
42	138	170	170	131	300	218	174	147	334	175	161	170	130	180	187	173	214	64
711	968	880	972	979	1,012	950	1,128	971	760	965	917	907	1,026	1,011	960	1,051	1,010	65
3,033	3,916	3,893	3,608	3,463	3,705	3,748	3,568	3,668	3,060	3,810	3,625	3,037	3,661	3,662	3,773	3,996	3,895	66
700	884	876	728	846	710	706	802	834	643	803	781	742	773	741	741	802	740	67
360	402	402	420	369	306	372	411	383	371	365	409	419	419	380	382	361	302	68
558	708	640	855	747	735	672	712	804	800	760	780	688	698	710	721	769	738	69
249	329	293	301	314	309	285	301	343	237	327	295	267	267	260	261	224	320	70
30	86	10	12	49	30	16	10	34	15	32	60	21	25	28	40	20	10	71
145	206	178	170	210	227	186	203	343	143	102	186	190	204	212	201	210	233	72
106	195	159	173	174	100	178	101	184	166	108	106	173	162	171	180	190	160	73
282	380	290	341	222	201	208	288	281	306	345	281	282	340	240	284	284	278	74
1,108	1,067	1,570	1,508	1,436	1,467	1,728	1,788	1,083	1,286	1,008	1,431	1,560	1,507	1,570	1,075	1,770	1,738	75
86	161	190	213	116	184	238	190	137	151	151	137	192	187	172	195	170	218	76
278	694	544	487	410	523	578	684	690	325	575	490	441	441	496	631	671	706	77
520	661	581	608	643	684	603	660	667	627	615	663	616	632	645	697	670	668	78
215	274	284	270	267	294	245	232	253	210	267	267	271	267	261	349	253	240	79
658	893	830	831	823	878	928	916	888	668	872	814	847	916	919	913	976	998	80
412	667	785	785	881	927	883	901	941	612	820	891	891	891	897	901	820	821	81
179	218	296	213	235	268	268	268	264	170	216	289	211	232	258	202	266	261	82
423	630	678	673	644	671	623	623	623	430	430	430	430	430	430	430	430	471	83
89	148	133	132	138	144	147	137	165	88	148	131	136	134	144	145	142	154	84
182	284	224	202	230	239	228	234	229	108	220	223	203	213	221	228	239	232	85
77	114	74	82	108	101	77	73	73	96	96	96	96	96	96	96	96	96	86
63	88	80	99	107	126	110	128	120	64	63	67	96	108	119	118	126	127	87
41	55	57	80	56	61	61	60	67	43	55	63	30	38	61	59	60	88	88
46	58	43	40	42	62	42	43	68	43	43	43	40	42	52	42	55	89	89
29	26	29	28	18	18	9	9	13	20	26	29	28	10	15	9	13	89	89
1,148	1,453	1,174	1,459	1,449	1,614	1,268	1,632	1,919	1,304	1,362	1,446	1,449	1,399	1,506	1,533	1,505	1,858	90
800	885	711	1,003	893	1,021	718	903	1,119	787	814	827	903	870	938	942	833	1,111	91
721	790	844	682	708	922	650	860	1,006	700	732	804	804	791	847	867	748	900	92
346	508	483	478	584	603	544	680	800	317	818	618	480	502	612	673	745	83	93
806	180	730	602	825	1,006	720	980	1,263	601	897	920	913	900	967	925	988	1,106	94
153	158	169	240	162	167	177	228	160	160	160	160	160	165	170	209	181	175	95
204	315	265	361	332	381	365	408	404	287	300	320	335	325	300	411	340	485	96
1,287	1,783	1,874	1,772	1,661	1,809	2,061	2,007	1,891	1,412	1,746	1,702	1,738	1,629	1,854	1,897	1,862	2,082	97
648	897	898	906	872	970	1,160	1,112	1,000	737	921	910	938	964	1,006	1,023	1,047	1,127	98
474	655	737	624	657	704	802	753	791	523	639	641	650	707	718	740	783	828	99
144	163	141	153	132	124	120	142	131	152	186	142	142	138	127	126	132	137	100
313	378	383	399	386	443	376	372	382	347	370	370	371	342	336	373	344	425	101

underpriced or overpriced in Census data; timing adjustments for goods recorded in Census data in one period but found to have been shipped in another; and coverage adjustments for special situations in which shipments were omitted from Census data.

6. Correction for discrepancy between sum of four quarters, seasonally adjusted, and the unadjusted recorded annual totals.

8. Exports of military equipment under U.S. military agency sales contracts with foreign governments to the extent such exports are identifiable from Census export documents. These exports are included in table 2, line 3: "Transfers under U.S. military agency sales contracts."

7. Mainly imports of electrical energy.

9. Mainly foreign charges for repair of U.S. vessels abroad, which are included in tables 2, 4, and 9, line 20 (Other transportation); also imports from Panama Canal Zone, and imports,

of domestically-owned goods returned from storage in Canada.

9. Merchandise imported directly by the Department of Defense, as well as "defense" imports of the Coast Guard and Atomic Energy Commission, to the extent such imports are identifiable from Census import documents and verifiable from separate reports of the importing agencies. These imports are included in tables 2, 3, and 9, line 17: "Direct defense expenditures."

10. Includes exports and imports of silver ore and bullion for all years (see foot note 1 reference to treatment of silver in Census statistics).

NOTE.—Totals may not add to totals because of rounding.

SOURCE: U.S. Department of Commerce, Office of Business Economics.

Table 5.—Major U.S. Government Transactions

(Millions of dollars)

Line		1968	1969	1970	1968				1970				1971
					I	II	III	IV	I	II	III	IV	
A. 1	U.S. Government grants (excluding military) and capital flows increasing Government assets, total (table 2, lines 30, 34, and 35, with sign reversed).....	4,366	5,632	4,850	1,135	1,681	1,863	1,154	1,383	1,401	1,067	1,286	1,437
1a	Seasonally adjusted.....	4,366	5,632	4,850	1,135	1,681	1,863	1,154	1,383	1,401	1,067	1,286	1,437
	By category.....												
2	Grants, net.....	1,707	1,644	1,729	374	589	328	373	447	489	493	460	461
3	Credits repayable in foreign currencies.....	669	433	200	285	82	39	46	112	84	28	34	28
4	Other foreign currency assets (excluding administrative cash holdings), net.....	-80	-120	-24	-234	103	1	4	-42	49	-31	(*)	-88
	Receipts from—												
5	Sales of agricultural commodities.....	669	333	238	36	196	63	68	101	35	26	63	36
6	Interest.....	196	200	196	62	81	43	40	41	54	47	56	37
7	Repayments of principal.....	153	149	162	82	37	34	37	41	48	23	35	37
8	Reversal grants.....	3	2	1	(*)	1	(*)	(*)	(*)	(*)	(*)	(*)	(*)
9	Other sources.....	84	3	10	3	1	3	2	3	1	2	4	1
	Less disbursements for—												
10	Grants in the recipient's currency.....	224	145	180	36	20	40	35	49	31	47	53	44
11	Credits in the recipient's currency.....	498	813	149	264	33	13	15	33	23	14	15	23
12	Other grants and credits.....	6	12	3	1	7	(*)	(*)	1	4	3	2	2
13	Other U.S. Government expenditures.....	301	254	343	66	99	93	96	99	55	38	81	71
14	Capital subscriptions to international and regional organizations, excluding IMF.....	127	184	234	22	65	60	67	69	60	48	69	35
15	Credits repayable in U.S. dollars.....	3,828	2,861	2,786	678	880	612	864	837	832	681	681	1,036
16	Other assets (including changes in administrative cash holdings), net.....	7	80	116	3	-11	68	-20	24	-7	52	46	9
	By program.....												
17	Under farm product disposal programs.....	1,260	1,166	1,166	200	610	182	264	329	349	200	280	211
18	Under Foreign Assistance Acts and related programs.....	2,149	2,136	2,073	493	640	464	610	616	643	610	600	715
19	Under Export-Import Bank Act.....	1,817	1,268	1,058	337	266	272	284	338	338	178	278	484
20	Capital subscriptions to international and regional organizations, excluding IMF.....	137	184	234	22	65	60	67	69	60	48	69	35
21	Other assistance programs.....	252	252	254	83	66	62	68	64	102	28	80	101
22	Other foreign currency assets acquired (lines A.6, A.7, and A.9).....	368	368	368	88	80	87	88	95	104	82	80	75
23	Less foreign currencies used by U.S. Government other than for grants or credits (line A.13).....	301	334	343	66	99	92	96	99	55	38	81	71
24	Advances under Exchange Stabilization Fund agreements, net.....	-3	(*)	(*)	(*)	00	00	00	00	00	00	00	00
25	Other (including changes in administrative cash holdings), net.....	14	25	119	1	-30	64	-21	26	-10	62	61	7
	By disposition.....												
26	Estimated transactions involving no direct dollar outflow from the United States.....	4,782	4,368	4,349	964	1,445	864	905	1,123	1,229	936	1,070	1,287
27	Expenditures on U.S. merchandise.....	2,846	2,084	3,110	630	1,473	864	782	857	891	625	754	782
28	Expenditures on U.S. services.....	280	781	843	300	242	161	183	224	221	188	208	217
29	Military sales contracts financed by U.S. Government credits * (line B.14).....	654	433	361	187	162	105	104	70	181	139	62	240
30	U.S. Government credits to repay prior U.S. Government credits.....	147	184	174	22	25	37	35	54	49	64	66	125
31	U.S. Government credits * to repay prior U.S. private credits.....	329	140	306	37	43	42	27	87	38	66	66	105
32	Increases in claims on U.S. Government associated with Government grants and capital flows increasing Government assets (including changes in retained accounts) (line B.17).....	2	-14	-20	-4	-7	-2	(*)	-4	-18	-3	(*)	(*)
33	Less foreign currencies used by U.S. Government other than for grants or credits (line A.13).....	301	334	343	66	99	92	96	99	55	38	81	71
34	Less dollar recoveries on short-term claims financing military sales contracts and U.S. Government credits to repay private credits.....	19	82	74	17	16	11	8	13	27	26	9	36
35	Estimated dollar payments to foreign countries and international and regional organizations through U.S. Government grants and capital flows increasing Government assets.....	628	734	702	171	306	194	166	170	182	148	201	166
B. 1	Noninterest liabilities reported by U.S. Government, including medium-term securities and long-term obligations payable prior to maturity only under special conditions, not increase (+).....	1,918	192	194	25	-127	-187	376	-296	488	31	-133	-77
1a	Seasonally adjusted.....	1,918	192	194	25	-127	-187	376	-296	488	31	-133	-77
2	To foreign official reserve agencies (table 2, line 54).....	1,808	-163	538	85	-171	-118	41	-259	748	-5	85	-4
2a	Seasonally adjusted.....	1,808	-163	538	85	-171	-118	41	-259	748	-5	85	-4
3	U.S. Treasury securities issued in connection with Columbia River downstream rights.....	-30	-30	-30	87	-120	-120	-30	735	-18	77	-6	
4	U.S. Treasury securities issued in connection with prepayments for military purchases in the United States (line B.13).....	-30	-11	-111	-5	-1	-1	-4	-14	-30	-2	-4	
5	U.S. Treasury obligations to be liquidated against U.S. claims.....			32					32				
6	U.S. Treasury securities not included elsewhere.....	1,838	-48	648	105	-125	-100	75	-242	900		96	-2
7	Export-Import Bank obligations to be liquidated against U.S. claims.....	-10	-4	-4	-2		-2		-2		-2		-2
8	Export-Import Bank securities not included elsewhere.....	47	-70	(*)	-10	-45	-15	(*)	(*)	(*)			
9	Other.....	897	263	-438	-42	66	-48	328	-39	-255	36	-168	-76
10	To other official and private foreigners (table 2, line 55).....	897	263	-438	-42	66	-48	328	-39	-255	36	-168	-76
10a	Seasonally adjusted.....	897	263	-438	-42	66	-48	328	-39	-255	36	-168	-76
11	Associated with military sales contracts *.....	-75	177	-470	-28	17	-37	256	-3	-223	-27	-217	-71
11a	Seasonally adjusted.....	-75	177	-470	-28	17	-37	256	-3	-223	-27	-217	-71
12	U.S. Government receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds.....	668	1,449	863	238	323	206	563	707	218	176	247	208
13	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States (line B.4).....	-30	-11	-111	-5	-1	-1	-4	-14	-30	-2	-4	
14	Plus military sales contracts financed by U.S. Government credits * (line A.20).....	544	528	361	187	162	105	104	70	181	139	62	240
15	Less U.S. Government receipts from principal repayments.....	228	294	325	66	87	35	107	88	138	82	117	80
16	Less transfers of goods and services (including transfers financed by credits) (table 2, line 3).....	1,235	1,516	1,490	390	381	406	328	266	488	303	434	476
17	Associated with U.S. Government grants and capital flows increasing Government assets * (line A.32).....	3	-14	-20	-4	-7	-2	(*)	-9	-18	-3	(*)	(*)
17a	Seasonally adjusted.....	3	-14	-20	-4	-7	-2	(*)	-9	-18	-3	(*)	(*)
18	Non-interest-bearing securities issued to IDA, to IDB, or to U.N. for special programs.....	2	-13	-30	-4	-7	-2	(*)	-9	-18	-3	(*)	(*)
19	Foreign funds retained in U.S. Government accounts for purchases in the United States.....	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
20	Other.....	150	106	65	1	85	-10	74	-14	64	29	29	-4
21	Other.....	150	106	65	1	85	-10	74	-14	64	29	29	-4
21a	Seasonally adjusted.....	150	106	65	1	85	-10	74	-14	64	29	29	-4
22	German Government 10-year loan to U.S. Government.....	48	70	75	1	35	-10	-1	-14	-4	0	29	-4
23	Associated with U.S. Government nonmilitary sales and miscellaneous operations.....	125	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
24	U.S. Treasury securities not included elsewhere.....	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
25	Export-Import Bank securities not included elsewhere.....	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)

* Preliminary. * Less than \$500,000 (±).

1. The identification of transactions involving direct dollar outflow from the United States is made in reports by the operating agency. However, such data for third and fourth quarters 1970 and for first quarter 1971 are only extrapolated estimates by GBE, because of incomplete reports from one operating agency.

2. Line A.28 includes foreign currency collected as interest and line A.30 includes foreign currency collected as principal, as recorded in lines A.6 and A.7.

3. Lines A.29 and A.31 include some short-term U.S. Government claims, collections of which are recorded in line A.32. Collections of these short-term claims recorded in lines A.29 and B.14 are included in line B.10.

4. Consists of transfers of military goods and services financed by U.S. Government credits and of advance payments to the Defense Department (on military sales contracts) financed by credits extended to foreigners by U.S. Government agencies.

5. Includes securities payable in U.S. dollars and in convertible foreign currencies.

6. Transactions under military sales contracts are those in which the Defense Department sells and transfers military goods and services to a foreign purchaser, on a cash or credit basis. The entries for the several categories of transactions related to military sales contracts in this and the other tables are partially estimated from incomplete data.

7. Consists of transfers of military goods and services financed by U.S. Government credits (included in line B.10) and of increases in Defense Department liabilities (on military sales contracts) which arise from advance payments to the Defense Department financed by credits to foreigners by U.S. Government agencies.

8. Excludes liabilities associated with military sales contracts financed by U.S. Government credits and included in line B.11.

NOTE.—Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business Economics.

Table 6.—Direct Investments and Securities Transactions

(Billions of dollars)

Line	(Credits+; debits -)	1968	1969	1970	1969				1970				1971
					I	II	III	IV	I	II	III	IV	
1	U.S. direct investments abroad (table 2, line 39)	-3,289	-3,284	-4,445	-1,006	-1,194	-939	-115	-1,573	-1,683	-747	-464	-1,532
2	Transactions with foreign incorporated affiliates	-2,070	-2,087	-3,406	-890	-935	-817	-835	-1,378	-1,005	-634	-489	n.a.
3	Intercompany accounts: short-term	-868	-863	-900	-31	-203	-288	321	-761	-282	-232	-224	n.a.
4	Intercompany accounts: long-term	-863	-863	-313	-170	-282	-169	71	-55	-141	19	-128	n.a.
5	Capital stock and other equity, net	-1,432	-2,090	-2,311	-464	-406	-328	-899	-493	-561	-380	-256	n.a.
6	Increase ¹	-1,890	-2,407	-2,619	-478	-344	-227	-344	-1,048	-808	-500	-482	-1,060
7	Decrease ²	368	308	386	14	119	16	169	15	28	63	182	n.a.
8	Miscellaneous ³	-363	-112	-104	-25	-42	-48	-28	-70	-62	-28	-18	n.a.
9	Branch accounts	-1,138	-267	-940	-307	-284	-122	420	-108	-698	-113	25	n.a.
10	By industry of foreign affiliate: ⁴												
11	Mining and smelting	-140	-70	-388	-128	-84	-38	174	-60	-110	-41	-177	n.a.
12	Petroleum	-1,037	-634	-1,038	-303	-287	-288	127	-408	-745	-268	-182	n.a.
13	Manufacturing	-845	-1,164	-1,300	-343	-358	-130	-10	-568	-409	-309	80	n.a.
14	Other	-363	-1,090	-1,109	-128	-249	-101	-401	-407	-397	-104	-251	n.a.
15	Foreign direct investments in the U.S. (table 2, line 48)	319	832	989	246	164	182	270	494	185	218	180	58
16	Transactions with U.S. incorporated affiliates	319	704	833	242	177	106	266	490	113	191	130	58
17	Intercompany accounts	1	273	197	110	105	72	-14	53	43	63	42	22
18	Capital stock and other equity, net	348	771	742	132	72	37	280	437	70	138	87	36
19	Increase ¹	429	888	790	133	76	46	280	448	70	141	107	37
20	Decrease ²	-108	-17	-6	-1	-4	-12	(*)	-5	(*)	-3	(*)	-1
21	Branch accounts	(*)	38	36	4	-13	43	4	-4	-8	27	21	-8
22	Of which: manufacturing affiliates ⁴	-65	497	511	163	148	88	169	169	101	189	16	14
23	Foreign securities, net U.S. purchases (-), balance of payments basis (table 9, line 48, or lines 37 + 38 below)	-1,323	-7,494	-942	-365	-499	-594	-125	-218	93	-488	-307	-342
24	Stocks, net, Treasury basis ⁵	-314	-617	39	-68	-299	-106	-67	37	9	4	-63	-88
25	Less: recorded in line 1 or U.S. direct investments abroad	-160	-69	-67	-9	-8	-83	-25	-8	-26	-35	-8	-11
26	Plus: exchange of stock associated with direct investments in the U.S.	-5	-10	-173			-19		-20		-130	-63	
27	Plus: other adjustments	-1			-1								
28	Stocks, net, balance of payments basis	-163	-447	-66	-68	-284	-81	-34	72	38	-72	-63	-78
29	Newly issued in the United States	-64	-126	-145	-66	-80	-37	-13	-15		-130		
30	Of which: Canada	-30	-143	-16	-60	-80	-24	-15	-15				
31	Other foreign stocks	-30	-311	77	8	-244	-54	-21	87	36	-36	-33	-71
32	Canada	-6	-31	108	32	-184	18	33	86	27	20	-8	29
33	Western Europe ⁶	-32	10	-30	4	-61	26	31	48	-7	5	-6	-44
34	Japan	-2	-204	12	-11	-98	-68	7	17	-2	-10	-63	-63
35	Other	-27	-6	-23	-17	9	-2	4	-24	-2	5	-3	-4
36	Bonds, net, Treasury basis ⁵	-1,009	-1,064	-925	-255	-299	-490	-88	-338	20	-365	-359	-309
37	Less: recorded in line 1 or U.S. direct investments abroad	-220	-17	-69	-3	-18	-4	5	-67	-35	41	-5	-16
38	Plus: other adjustments	18	-18	-69	-69	0							3
39	Bonds, net, balance of payments basis	-1,073	-1,099	-895	-318	-306	-494	-93	-281	58	-396	-364	-291
40	Newly issued in the U.S.	-1,028	-1,513	-1,311	-305	-237	-478	-301	-438	-99	-478	-318	-450
41	Of which: Canada	-108	-1,197	-780	-227	-181	-307	-243	-314	-68	-241	-148	-381
42	Latin America	-144	-82	-117	-16	-4	-1	-11	-8	(*)	-15	-9	-8
43	Other countries	-178	-180	-108	-47	-62	-32	-47	-47	-41	-28	-78	-82
44	International	-380	-164	-115	-115	-40			-49	(*)	-112		-211
45	Redemptions of U.S.-held foreign bonds ⁷	948	478	434	180	85	80	163	127	125	101		122
46	Other transactions in outstanding bonds ⁸	0	0	3	57	-63	-16	26	10	32	-21	-18	47
47	Canada	44	-61	-66	-5	-21	-20	3	-10	(*)	-14	-31	34
48	Western Europe ⁶	-1	90	47	30	-13	24	30	14	31	4	25	4
49	Japan	6	2	10	(*)	4	-3	3	8	6	4	4	-2
50	Other	-41	-15	-7	22	-23	-11	-3	1	-8	-7	6	-11
51	U.S. securities other than Treasury issues, net foreign purchases (+), balance of payments basis (table 2, line 49, or lines 54 + 55 below)	4,399	9,112	2,760	1,368	385	384	943	304	374	729	792	628
52	Stocks, net, Treasury basis ⁵	2,270	1,487	985	747	185	146	476	-97	-138	381	476	73
53	Less: exchange of stock associated with U.S. direct investments abroad	40	127	79	28	23	14	60	18	41	7	12	6
54	Plus: other adjustments	-484	-18	-5	-1	-1		-47	-1	-1	-6		-5
55	Stocks, net, balance of payments basis	2,686	1,655	987	762	185	163	492	-86	-94	388	491	75
56	Canada	418	181	-8	140	22	-32	8	-35	2	8	16	-16
57	Western Europe ⁶	1,363	1,117	684	510	46	171	390	-21	-77	228	325	52
58	Other	316	261	161	96	84	10	98	28	-19	52	93	39
59	Bonds, net, Treasury basis ⁵	1,064	1,164	845	462	186	174	374	308	208	245	208	248
60	Plus: proceeds obtained by U.S. parents from securities issued by Netherlands Antilles finance subsidiaries	319	298	468	160	22	50	70	77	188	144	69	204
61	Plus: other adjustments	9	69	89	24	6	3	27	6	72	-6	10	
62	Bonds, net, balance of payments basis	2,382	1,647	1,493	634	234	237	471	290	468	354	301	252
63	New issues sold abroad by U.S. corporations ⁹	2,120	1,026	822	401	132	238	328	188	287	113	100	382
64	Of which: denominated in: Dollars	1,764	708	511	312	65	114	167	127	238	136	110	305
65	: German marks	274	217	64	62		84	71			27	27	
66	Nonguaranteed U.S. Government agency bonds, investments by International and Regional organizations	118	336	324	184	-43	61	131	94	84	68	50	128
67	Other transactions in U.S. bonds	48	182	347	51	191	-53	79	133	107	65	62	32

* Preliminary. * Less than \$500,000 (\$). n.a. Not available.

1. Acquisition of capital stock of existing and newly established companies, capitalization of intercompany accounts, and other equity contributions.

2. Total and partial sales and liquidations of capital stock and other equity holdings.

3. Includes security issues placed with interests in the United States other than the parent, the amortization of these security issues, and verified transactions of non-reporters not classified by type of transaction.

4. Mining and smelting includes the exploration and development of mining properties, the extraction of raw ores and the processing necessary for basic refined metals. Petroleum includes the exploration, development, and production of crude oil and gas, and the transportation, refining and marketing of petroleum products exclusive of petrochemicals. Manufacturing excludes petroleum refining and the smelting operations of mining companies. "Other" industries include all industries except those previously listed, the major ones being agriculture, public utilities, transportation, trade, insurance, finance and services.

5. As published in Treasury Bulletin.

6. Includes United Kingdom, European Economic Community and other Western European countries.

7. Redemptions measure scheduled retirements and identifiable premature retirements of U.S.-held foreign debt securities. Unidentifiable nonscheduled retirements appear in line 46, this table.

8. Includes minor transactions recorded in table 2, line 49, foreign direct investments in the United States.

9. Securities newly issued by finance subsidiaries incorporated in the Netherlands Antilles are included to the extent that the proceeds are remitted to U.S. parent companies.

NOTE.—Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business Economics.

Table 7.—Claims on Foreigners and Nonliquid Liabilities to Private Foreigners Reported by U.S. Banks and Nonbanking Concerns

(Millions of dollars)

Line	(Credits (+); increase in U.S. liabilities or decrease in U.S. assets. Debits (-); decrease in U.S. liabilities or increase in U.S. assets.)	1968	1969	1970	1969				1970				1971	Amounts outstanding March 31, 1971	
					I	II	III	IV	I	II	III	IV			
A. Claims reported by U.S. banks:															
1	Long-term (table 2, line 41) ^a	358	317	180	133	19	131	34	24	40	22	88	35	3,032	
2	Short-term, nonliquid (table 2, line 42)	-44	-668	-1,016	118	-543	228	-400	13	-461	275	-842	99	0,494	
3	Payable in dollars	-38	-552	-923	120	-327	217	-478	4	-457	280	-759	20	0,398	
4	Loans	-15	-116	240	-41	-119	232	-183	-12	-20	80	102	42	2,998	
5	Acceptance credits	150	-215	-704	78	-291	94	-106	168	-243	231	-610	-60	4,028	
6	Collections outstanding	-181	-221	-300	19	-117	-100	-94	-142	-188	-37	-32	38	2,376	
7	Canada	8	-85	-51	-13	-47	24	-49	20	-47	24	-54	-51	440	
8	Western Europe ¹	58	-210	3	6	-185	-10	-98	-80	2	2	49	-262	1,326	
9	Japan	50	-213	-407	62	-172	83	-182	142	-221	170	-287	403	3,379	
10	Other	-154	-108	-408	85	-233	180	-140	-114	-191	75	-178	-80	4,253	
11	Payable in foreign currencies	-6	-0	-42	-18	-16	15	9	9	-4	-5	-92	70	06	
12	Of which Canada	(*)	(*)	-83	-10	-8	21	-3	1	1	-8	-6	61	32	
13	Short-term, liquid (table 2, line 43)	-51	-200	-119	-41	-45	19	-142	248	-135	-6	-218	28	1,180	
14	Payable in dollars	-42	-149	-75	-50	-47	-28	-112	148	-87	2	-139	11	721	
15	Of which Canada	30	-181	-34	-84	44	-1	-110	97	-67	9	-73	30	321	
16	Payable in foreign currencies	-10	-40	-43	18	-67	39	-30	92	-48	-8	-70	17	458	
17	Deposits	-40	-18	-40	60	-67	-20	2	53	-14	-51	-27	27	305	
18	Foreign government obligations and commercial and finance paper	30	-44	-3	-61	-20	60	-32	40	-34	43	-32	-10	100	
19	Of which Canada	28	-40	-37	-32	-47	61	-29	50	-40	-18	-79	17	224	
B. Claims reported by U.S. nonbanking concerns:															
1	Long-term (table 2, line 44)	-220	-424	-617	-82	-80	-13	-248	-291	-13	-129	-64	-8	3,172	
2	Short-term, nonliquid (table 2, line 45)	-684	-35	-383	120	-186	84	-121	-40	-68	11	-283	48	2,001	
3	Reported by brokerage concerns	-210	220	-1	115	-4	100	10	58	38	-23	-76	-35	314	
4	Reported by others	-274	-265	-383	21	-181	-84	-130	-104	-32	-180	-85	83	2,677	
5	Of which Payable in dollars	-292	-104	-455	34	-167	-54	-107	-143	-33	-173	-173	N.A.	N.A.	
6	Canada	-8	-20	-68	-6	-10	-14	3	-12	14	12	-42	N.A.	N.A.	
7	United Kingdom	-23	-29	-90	11	-27	-7	-6	-22	-18	-40	11	N.A.	N.A.	
8	European Economic Community	-22	-47	-20	26	-27	-14	-30	-22	-18	22	-84	N.A.	N.A.	
9	Japan	-32	-28	-74	8	-16	-10	-6	-40	-11	-0	-14	N.A.	N.A.	
10	Other	-117	-80	-218	-28	-98	-9	-10	-28	-65	-18	-100	N.A.	N.A.	
11	Short-term, liquid (table 2, line 46)	-408	333	392	-264	00	104	304	-8	-20	63	367	-288	1,390	
12	Payable in dollars	-321	220	434	-192	118	148	104	-51	21	143	321	-258	1,000	
13	Deposits (of major U.S. corporations only)	-307	268	400	-108	131	124	181	-20	10	122	270	-248	864	
14	Other claims (of major U.S. corporations only)	40	-30	98	-24	-13	24	-17	-28	11	-8	-10	-10	142	
15	Canada	43	-182	145	-68	-28	81	-120	283	-32	7	-33	58	220	
16	United Kingdom	-313	320	297	-108	116	37	204	-200	116	81	386	-223	586	
17	Other	51	01	-8	0	32	38	-18	-48	-63	55	48	-90	221	
18	Payable in foreign currencies	-177	05	-42	-62	-28	40	199	43	-41	-80	30	-27	320	
19	Deposits	-184	147	12	10	-71	43	185	25	-15	-83	00	-4	179	
20	Other claims (of major U.S. corporations only)	-12	-82	-55	-72	43	3	-26	18	-20	-17	-30	-23	144	
21	Canada	-24	-18	-50	-80	61	0	16	30	-20	-60	40	-12	181	
22	Other	-163	110	-8	28	-70	87	124	27	-12	-14	-4	-15	169	
Memorandum:															
23	U.S.-dollar deposits in Canadian Banks														
24	As reported by major U.S. corporations other than banks (included in line B. 18)	45	-180	122	-67	-89	44	-108	163	-30	81	-48	40	168	
25	As reported in Canadian banking statistics	228	-329	84	-120	-88	-7	-197	87	38	-58	47	44	587	
C. Nonliquid liabilities to private foreigners reported by U.S. banks:															
1	Long-term (table 2, line 52)	72	160	10	-6	21	128	17	2	19	22	-23	-140	889	
2	Of which International and regional organizations	79	112	-182	(*)	9	103	(*)	2	-44	15	-78	-156	631	
D. Nonliquid liabilities to private foreigners reported by U.S. nonbanking concerns:															
1	Long-term (table 2, line 50)	715	701	1,153	160	89	145	341	79	243	227	684	85	3,604	
2	Short-term (table 2, line 51)	760	01	830	-83	80	113	-10	63	100	300	262	-70	3,320	
3	Reported by brokerage concerns	325	-302	-35	-83	12	-99	-33	-60	-34	-43	86	102	811	
4	Reported by others	434	293	916	67	87	212	14	169	200	243	304	-232	2,800	
5	Of which Payable in dollars	398	290	107	-8	108	214	-24	115	164	244	400	N.A.	N.A.	
6	Canada	-27	-36	-2	-17	12	27	10	-10	2	5	1	N.A.	N.A.	
7	Western Europe ¹	420	121	782	-0	10	180	-39	190	88	139	346	N.A.	N.A.	
8	Other	-4	124	232	18	83	18	5	-8	74	100	93	N.A.	N.A.	

* Preliminary. * Less than \$500,000 (±). N.A. Not available.

1. Includes United Kingdom, European Economic Community and other Western European countries. r.

NOTE.—Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business Economics.

Table 6.—U.S. Liquid Liabilities to All Foreigners, Nonliquid Liabilities to Foreign Official Reserve Agencies, and U.S. Official Reserve Assets, Net

(Millions of dollars)

Line	(Credit (+): increase in U.S. liabilities or decrease in U.S. assets; Debit (-): decrease in U.S. liabilities or increase in U.S. assets.)	1968	1969	1970	1969				1970				1971 1 ²	Amounts outstand- ing March 31, 1971
					I	II	III	IV	I	II	III	IV		
1	Liquid liabilities to all foreigners (table 2, lines 50, 57)	709	8,145	1,377	1,316	4,113	3,612	-696	1,073	499	636	-923	2,252	45,929
2	Liquid liabilities to private foreigners (table 2, line 50)	3,810	8,682	-6,242	3,024	4,661	1,377	-390	-1,692	-131	-1,310	-1,296	-2,597	20,138
3	To foreign commercial banks	3,387	9,168	-6,607	3,134	4,714	1,811	-193	-1,683	-190	-1,145	-1,483	-2,545	14,282
3a	Seasonally adjusted				3,064	4,684	1,800	278	-1,863	-441	-1,315	-2,388	-3,085	
4	To foreign branches of U.S. banks ¹	3,087	8,963	-6,345	3,168	4,577	1,176	-1,359	-1,291	-157	-1,383	-3,378	-1,806	1,313
5	To others		2,205	-104	-88	187	369	1,646	-389	-89	378	-111	-940	9,869
6	Demand deposits	2,011	6,371	-4,383	2,020	3,838	645	-129	-2,042	115	-677	-1,779	-3,914	8,447
7	Time deposits ²	131	715	-685	195	183	430	-40	-40	-100	44	-668	-446	890
8	U.S. Treasury bills and certificates	-90	-10	-6	12	-7	-10	-3	1	6	-3	-9	10	34
9	Other obligations ^{3,4}	744	2,000	-1,453	607	763	447	33	308	-216	-300	-1,125	1,403	4,822
10	To international and regional organizations	48	-63	170	-88	83	9	-86	142	-124	87	79	298	1,110
11	Demand deposits	1	-11	7	1	6	-14	-4	24	-3	-10	-4	4	73
12	Time deposits ²	-8	-20	72	-21	-10	11	-3	45	-11	13	20	8	164
13	U.S. Treasury obligations:													
14	Bills and certificates	218	-160	-32	-193	3	10	20	86	-137	-15	38	31	242
15	Bonds and notes	-182	11	-25	-1	10	1	1	(*)	2	-6	-21	115	340
16	Other obligations ^{3,4}	1	116	166	138	70	1	-80	-19	26	98	62	110	401
17	To other private foreign residents and unallocated	375	-441	86	-22	-145	-143	-131	-151	389	-180	108	70	4,740
18	Demand deposits	184	-88	24	-48	38	-43	-97	57	2	-110	81	-11	1,723
19	Time deposits ²	144	-388	-84	-37	-170	-158	7	-180	76	-84	70	30	1,865
20	U.S. Treasury obligations:													
21	Bills and certificates	8	21	24	18	1	2	(*)	-18	32	-7	17	-2	120
22	Bonds and notes	51	64	110	30	-38	70	-3	-63	94	31	72	34	673
23	Other obligations ^{3,4}	70	-50	22	13	28	-29	-88	40	19	-4	-42	23	355
24	Liquid liabilities to foreign official agencies (table 2, line 57)	-1,181	-517	7,419	-1,708	-638	2,235	-696	2,764	634	2,049	2,267	4,789	15,391
25	To central banks and governments	-3,098	-606	3,072	-1,700	-636	2,244	-600	3,772	580	2,473	2,268	4,708	24,822
26	Demand deposits	94	-231	-201	-137	26	-44	-76	-471	-27	-63	200	-60	1,500
27	Time deposits ²	-580	1,852	-384	-23	111	132	832	961	63	-36	-678	-321	2,248
28	U.S. Treasury obligations:													
29	Bills and certificates	-2,188	-1,803	0,456	-1,344	-308	1,920	-2,061	2,148	977	3,121	3,212	4,707	18,289
30	Payable in U.S. dollars	-2,188	-1,803	0,456	-1,344	-308	1,920	-2,061	2,148	977	3,121	3,212	4,707	18,289
31	Payable in foreign currencies	311	-281	-64	-76	-18	-186	-30	-1,001	1,051	5,141	3,475	4,676	17,608
32	Bonds and notes, marketable	-370	-79	-30	-3	(*)	-0	-07	-3	17	36	-73	5	340
33	Bonds and notes, nonmarketable, convertible	-10	-183	-128	-26	-10	84	-212	-190	(*)	(*)	(*)	(*)	429
34	Payable in U.S. dollars	-10	-28	-28	-28	-10	84	-212	-190	(*)	(*)	(*)	(*)	429
35	Payable in foreign currencies	-10	-155	-128	-26	-10	109	-812	-189	(*)	(*)	(*)	(*)	429
36	Other obligations ^{3,4}	-60	818	-644	-177	-283	161	1,007	767	-401	-881	-239	284	1,079
37	To International Monetary Fund ¹	-3	-11	-453	1	-3	-9		-0		-423	-21	-7	850
38	Nonliquid liabilities to foreign official reserve agencies (table 2, lines 53 and 54)	3,348	-884	-372	45	-357	-808	-167	-413	845	-238	-133	-238	3,544
39	Reported by U.S. banks ¹ (table 2, line 53)	334	-830	-316	-43	-193	-300	-208	-154	-235	-233	-188	-210	479
40	Reported by U.S. Government (table 2, line 54)	1,806	-102	434	88	-172	-118	41	-250	748	-5	55	-2	3,067
41	Nonconvertible U.S. Treasury securities (table 2, line 53 and 54)													
42	To Italy in connection with military purchases in the U.S.	-20	-11	-111	-5	-1	-1	-4	-14	-80	-3	-5		25
43	To Canada:													
44	In connection with Columbia River power rights	-20	-30	-30				-20				-30		24
45	Other	1,058	-176	1,101		-260		76	300	800		90		2,203
46	To Germany:													
47	In connection with U.S. claims	481	240	-642	128	124			-642					542
48	To other countries	167	-120		-20		-100							107
49	Export-Import Bank obligations	28	-74	-4	-12	-45	-17	(*)	-2	(*)	-2		-2	12
50	U.S. Treasury obligations to Germany to be liquidated against U.S. claims			32						32				32
51	U.S. official reserve assets, net (table 2, line 58)	-890	-1,187	2,477	-48	-298	-688	-154	-296	1,032	801	1,040	145	14,342
52	Gold (table 2, line 59)	1,173	-907	787	60	-217	-11	-605	-44	14	386	422	109	10,963
53	SDR (table 2, line 60)			-251					-820	-37	-34	140	-502	1,443
54	Convertible currencies (table 2, line 61)	-1,183	814	2,152	-73	240	-442	1,063	831	818	24	400	373	296
55	Gold transfer position in IMF (table 2, line 62)	-870	-1,034	380	-31	-228	-333	-542	-235	227	400	0	253	1,080

¹ Preliminary. ² Less than \$500,000 (±).
³ Through April 1970 data for foreign branches of U.S. banks are estimates which were derived from weekly and daily figures compiled by the Federal Reserve System. Beginning in May 1970 these data are reported monthly by U.S. banks and include custody items held by reporting banks on behalf of their own foreign branches. Included in the custody items are \$1.5 billion of special Export-Import Bank securities (nonguaranteed U.S. Government agency securities with a maturity of 3 months) held for foreign branches (\$1.0 billion beginning January 1971, plus \$0.5 billion beginning March 1971).
⁴ With maturity of 1 year or less; negotiable certificates of deposit with a maturity of 1 year or less are included with "other obligations."

⁵ Includes nonguaranteed U.S. Government agency securities with a maturity of 1 year or less.
⁶ Includes liabilities of U.S. monetary authorities for gold deposited by and held for the IMF and includes U.S. Treasury obligations obtained from proceeds of gold sales by the IMF to the United States to acquire income-earning assets. Upon termination of investment, the same quantity of gold can be reacquired by the IMF.
⁷ Includes, in addition to foreign official reserve agencies, other foreign official agencies.
 Note.—Details may not add to totals because of rounding.
 Source: U.S. Department of Commerce, Office of Business Economics.

Table 9.—U.S. International
(Millions)

Line	(Credits +; debits -)	United Kingdom			European Economic Community			Other Western Europe		
		1968	1969	1970	1968	1969	1970	1968	1969	1970
1	Exports of goods and services ¹	3,496	3,847	4,389	8,181	9,178	11,128	3,684	4,338	4,979
2	Merchandise, adjusted, excluding military ²	1,080	2,025	2,818	6,080	6,878	8,360	3,813	2,760	3,287
3	Transfers under U.S. military agency sales contracts.....	281	203	177	263	885	270	124	175	182
4	Travel.....	42	43	51	116	188	108	69	83	181
5	Passenger fares.....	40	64	70	73	83	66	37	46	49
6	Other transportation.....	220	228	306	401	410	483	407	606	596
7	Fees and royalties from unaffiliated foreigners.....	67	69	67	118	140	108	36	36	36
8	Other private services.....	62	79	92	79	67	118	66	66	79
9	U.S. Government miscellaneous services.....	10	18	18	27	23	27	47	68	81
10	Receipts of income on U.S. investments abroad:									
11	Direct investment fees and royalties.....	213	237	289	317	353	323	69	130	148
12	Direct investment interest, dividends and branch earnings ³	278	343	375	438	460	774	108	240	239
13	Other private assets.....	189	194	200	113	130	149	112	123	181
14	U.S. Government assets.....	130	280	167	45	67	80	110	119	90
15	Transfers of goods and services under U.S. military grant programs, net.....	-1	(*)	.....	-1	-2	(*)	382	297	231
16	Imports of goods and services.....	-3,723	-4,686	-4,735	-8,843	-9,211	-10,467	-4,048	-4,374	-4,872
17	Merchandise, adjusted, excluding military ²	-2,075	-2,112	-2,216	-5,018	-5,828	-6,461	-2,212	-2,273	-2,408
18	Direct defense expenditures.....	-173	-208	-228	-1,087	-1,172	-1,285	-277	-240	-281
19	Travel.....	-108	-220	-283	-408	-464	-482	-327	-292	-478
20	Passenger fares.....	-222	-204	-282	-288	-340	-368	-188	-232	-280
21	Other transportation.....	-337	-236	-272	-363	-385	-446	-430	-482	-512
22	Fees and royalties to unaffiliated foreigners.....	-35	-41	-38	-47	-62	-64	-12	-14	-18
23	Private payments for other services.....	-188	-188	-215	-41	-45	-61	-20	-25	-30
24	U.S. Government payments for miscellaneous services.....	-14	-14	-14	-67	-60	-71	-44	-45	-57
25	Payments of income on foreign investments in the United States:									
26	Direct investment fees and royalties.....	-21	-28	-19	(*)	-2	-2	-9	-19	-21
27	Direct investment interest, dividends and branch earnings ³	-140	-150	-164	-111	-133	-132	-68	-47	-67
28	Other private liabilities.....	-385	-1,038	-937	-844	-450	-485	-364	-897	-647
29	U.S. Government liabilities.....	-40	-34	-37	-268	-202	-303	-18	-97	-117
30	U.S. military grants of goods and services, net.....	1	(*)	.....	1	2	(*)	-382	-297	-231
31	Unilateral transfers (excluding military grants), net.....	-46	-82	-48	-28	-5	-21	-270	-248	-247
32	U.S. Government grants (excluding military grants).....	(*)	-18	-22	-13	-68	-107	-81	-60	-91
33	U.S. Government pensions and other transfers.....	-17	-24	-28	74	00	87	-142	-136	-128
34	Private remittances and other transfers.....	-28	-34	-28	74	00	87	-142	-136	-128
35	U.S. Government capital flows, net.....	-174	15	131	79	-193	165	-187	-61	-94
36	Loans and other long-term assets.....	-265	-178	-23	-101	-126	-67	-249	-232	-202
37	Foreign currencies and other short-term assets.....	11	-29	-11	-5	0	16	3	-9	-7
38	Repayments on credits:									
39	Scheduled.....	70	173	193	40	60	116	128	188	173
40	Nonscheduled ⁴	48	48	129	129	-131	59	1	4	3
41	U.S. private capital flows, net.....	-1,666	-291	-688	-413	-618	-1,234	-73	-102	-244
42	Direct investments abroad ⁵	-348	-316	-642	-436	-660	-971	-200	-238	-291
43	Foreign securities.....	-70	-164	-176	84	204	48	-1	85	60
44	Claims reported by U.S. banks:									
45	Long-term.....	-12	1	-4	121	28	-62	121	38	51
46	Short-term, nonliquid.....	-78	-68	13	63	-126	19	80	-32	-35
47	Short-term, liquid.....	1	-62	35	-30	11	16	-1	8	-7
48	Claims reported by U.S. nonbanking concerns:									
49	Long-term.....	-184	-4	5	-5	-74	-265	-39	-68	-8
50	Short-term, nonliquid.....	-87	-68	-20	-79	-19	-37	-32	27	-27
51	Short-term, liquid.....	-347	374	317	-96	76	12	-10	14	14
52	Foreign capital flows, net.....	2,572	8,448	-3,445	1,342	1,632	8,674	1,881	2,494	-827
53	Direct investments in the United States ⁶	114	86	612	213	263	108	-29	168	70
54	U.S. securities other than Treasury issues.....	428	81	285	1,302	1,392	587	1,038	697	414
55	U.S. nonliquid liabilities to private foreigners reported by U.S. nonbanking concerns:									
56	Long-term.....	319	112	773	371	411	133	138	134	113
57	Short-term.....	190	-36	487	363	162	207	170	-68	-49
58	Long-term liabilities to all foreigners reported by U.S. banks.....	-18	48	-9	-3	-1	127	(*)	-8	1
59	Nonliquid liabilities reported by U.S. Government:									
60	To foreign official reserve agencies.....	-11	-128	-112	803	188	-621	16	-26	-4
61	To other official and private foreigners.....	-11	-128	-112	84	285	-19	23	-14	-1
62	U.S. liquid liabilities to all foreigners.....	1,817	8,271	-6,749	-1,489	-1,077	7,733	-58	1,179	-1,071
63	Transactions in U.S. official reserve assets, net:									
64	Gold.....	-128	688	1,847	-788	-817	535	467	-304	-25
65	SDR.....	835	.....	.....	-316	-740	179	149	-220	28
66	Convertible currencies.....	-861	682	1,847	-448	282	346	218	-84	-61
67	Gold tranche position in IMF.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
68	Allocations of special drawing rights (SDR).....	.....	.....	.....	.....	.....	.....	.....	.....	.....
69	Errors and omissions, and transfers of funds between foreign areas, net.....	-883	-8,861	2,832	517	-488	-8,538	-1,677	-1,264	1,030

Table 9.—U.S. International Transactions,

(Millions of

Line	(Credits +; debits -) ¹	United Kingdom					European Economic Community				
		1970				1971	1970				1971
		I	II	III	IV	I*	I	II	III	IV	I*
1	Exports of goods and services ²	967	1,106	978	1,239	1,029	2,663	2,924	2,738	2,818	2,876
2	Merchandise, adjusted, excluding military ³	884	981	898	1,007	901	1,989	2,247	1,991	2,142	2,081
3	Transfers under U.S. military agency sales contracts.....	31	48	10	61	0	41	118	43	68	177
4	Travel.....	9	13	20	8	30	28	47	50	41	34
5	Passenger fares.....	12	18	27	13	14	16	34	36	19	18
6	Other transportation.....	18	62	85	70	70	108	130	137	113	115
7	Fees and royalties from unaffiliated foreigners.....	17	17	17	17	17	42	42	42	42	51
8	Other private services.....	23	23	23	23	25	36	36	36	36	36
9	U.S. Government miscellaneous services.....	6	4	5	4	4	8	0	8	0	0
10	Receipts of income on U.S. investments abroad:										
11	Direct investment fees and royalties.....	46	68	60	73	51	87	101	95	110	94
12	Direct investment interest, dividends and branch earnings ⁴	88	88	82	136	84	248	302	241	180	224
13	Other private assets.....	52	55	46	44	30	41	44	42	48	38
14	U.S. Government assets.....	30	26	19	108	8	21	83	24	12	14
14	Transfers of goods and services under U.S. military grant program, net.....						(*)		(*)	(*)	
15	Imports of goods and services.....	-1,183	-1,230	-1,198	-1,134	-1,038	-2,387	-2,490	-2,620	-2,790	-2,798
16	Merchandise, adjusted, excluding military ⁵	-541	-583	-515	-607	-557	-1,544	-1,683	-1,641	-1,808	-1,835
17	Direct defense expenditures.....	-60	-53	-53	-86	-62	-288	-326	-330	-340	-347
18	Travel.....	-23	-36	-120	-46	-26	-58	-102	-281	-71	-54
19	Passenger fares.....	-48	-53	-80	-61	-52	-71	-119	-148	-68	-75
20	Other transportation.....	-63	-68	-73	-89	-65	-104	-111	-117	-114	-116
21	Fees and royalties to unaffiliated foreigners.....	-0	-0	-0	-9	-10	-14	-14	-14	-14	-15
22	Private payments for other services.....	-54	-64	-54	-64	-58	-13	-13	-13	-13	-14
23	U.S. Government payments for miscellaneous services.....	-3	-4	-3	-3	-3	-17	-18	-28	-17	-16
24	Payments of income on foreign investments in the United States:										
25	Direct investment fees and royalties.....	-0	-8	-4	-2	-2	(*)	-2	(*)	-1	-1
26	Direct investment interest, dividends and branch earnings ⁶	-55	-53	-37	-39	-57	-15	-29	-34	-34	-31
27	Other private liabilities.....	-277	-281	-223	-185	-122	-183	-142	-148	-145	-141
28	U.S. Government liabilities.....	-0	-8	-10	-11	-24	-51	-59	-105	-149	-149
28	U.S. military grants of goods and services, net.....						(*)		(*)	(*)	
29	Unilateral transfers (excluding military grants), net.....	-4	-14	-23	-14	-12	4	-4	-3	-8	-3
30	U.S. Government grants (excluding military).....	-4	-8	-5	-6	-7	-23	-27	-30	-27	-27
31	U.S. Government pensions and other transfers.....	-4	-8	-8	-7	-0	27	22	28	18	24
32	Private remittances and other transfers.....										
33	U.S. Government capital flows, net.....	-14	52	-12	95	-43	2	125	45	-7	-8
34	Loans and other long-term assets.....	-10	-17	-18	-7	-38	-22	-14	-15	-10	-26
35	Foreign currencies and other short-term assets.....	-5	10	7	-32	-7	5		10	-0	-4
36	Repayments on credits:										
37	Scheduled.....		50		134	3	10	40	44	10	32
37	Nonscheduled ⁷							00			
38	U.S. private capital flows, net.....	-547	-15	-244	217	-588	-688	-445	-274	163	-577
39	Direct investments abroad ⁸	-362	-180	-162	-38	-270	-478	-410	-202	177	-563
40	Foreign securities.....	-7	-7	-128	-33	-38	51	34	-0	-31	-5
41	Claims reported by U.S. banks:										
42	Long-term.....	-1	2	2	-7	-40	-25	-4	-5	-18	-23
43	Short-term, nonliquid.....	-40	37	13	3	-72	7	-35	-30	77	-38
43	Short-term, liquid.....	36	-23	5	3	-5	42	12	(*)	-44	20
44	Claims reported by U.S. nonbanking concerns:										
45	Long-term.....	-7	-3	4	11	1	-283	-16	-8	48	19
46	Short-term, nonliquid.....	6	10	-22	-10	08	11	-14	22	-48	3
46	Short-term, liquid.....	-118	117	34	314	-228	-7	-12	13	18	-1
47	Foreign capital flows, net.....	-979	-180	324	-2,880	-685	823	1,612	2,971	3,163	2,783
48	Direct investments in the United States ⁹	236	-22	180	42	-33	-21	30	11	30	04
49	U.S. securities other than Treasury issues.....	128	-05	119	101	01	78	247	343	320	210
50	U.S. nonliquid liabilities to private foreigners reported by U.S. non-banking concerns:										
51	Long-term.....	20	134	242	388	-39	51	138	-68	12	20
51	Short-term.....	186	118	28	163	-11	-5	7	45	180	-80
52-53	Long-term liabilities to all foreigners reported by U.S. banks.....	1	1	1	-12	0	14	60	2	55	-7
54	Nonliquid liabilities reported by U.S. Government:										
55	To foreign official reserve agencies.....	-21	-47	18	-63	10	-586	-57	-3	-5	-147
55	To other official and private foreigners.....						-18	-09	63	15	
56-57	U.S. liquid liabilities to all foreigners.....	-1,409	-280	-341	-3,520	-603	1,280	1,202	2,685	2,580	2,738
58	Transactions in U.S. official reserve assets, net.....	1,459	296	-377	468	386	-532	478	433	185	25
59	Gold.....								20	180	25
60	SDR.....										
61	Convertible currencies.....	1,459	296	-377	468	386	-532	478	413	-1	(*)
62	Gold tranche position in IMF.....										
63	Allocations of special drawing rights (SDR).....										
64	Errors and omissions, and transfers of funds between foreign areas, net.....	288	-14	881	2,438	985	67	-1,885	-3,093	-3,678	-2,232

by area—Continued

dollars)

Other Western Europe					Eastern Europe					Canada					Line
1970				1971	1970				1971	1970				1971	
I	II	III	IV	I*	I	II	III	IV	I*	I	II	III	IV	I*	
1,285	1,287	1,147	1,329	1,354	105	101	98	114	129	1,085	2,309	1,035	1,022	1,274	1
852	857	726	873	895	108	80	83	103	116	2,250	2,529	2,100	2,150	2,450	2
44	36	29	47	20						6	13	10	7	18	3
21	27	30	23	25						100	234	315	144	210	4
0	12	16	11	10						2	2	3	3	2	5
184	156	182	144	145	3	3	4	3	2	43	46	52	52	40	6
0	0	0	0	0	1	1	1	1	1	8	8	8	8	8	7
13	18	15	15	19	5	5	5	5	4	31	31	31	31	30	8
17	16	25	34	20	(*)	1	(*)	1	1	1	1	2	2	1	9
31	38	33	39	20						82	84	98	95	87	10
67	50	42	70	118						254	204	211	303	184	11
32	35	31	33	31	2	2	2	2	2	105	215	207	219	214	12
22	20	28	25	24	1	1	5	1	2	(*)	(*)	(*)	1	(*)	13
45	45	32	59	93											14
-1,182	-1,287	-1,334	-1,159	-1,125	-44	-43	-37	-55	-64	-2,941	-3,344	-3,299	-3,345	-3,255	15
-571	-604	-470	-667	-144	-50	-62	-49	-58	-57	-2,556	-2,801	-2,520	-2,834	-2,800	16
-71	-64	-60	-69	-60	(*)	(*)	(*)	-1	(*)	-61	-72	-60	-80	-53	17
-54	-148	-230	-47	-60	-1	-7	-14	-2	-1	-85	-233	-571	-180	-100	18
-16	-101	-82	-42	-45											19
-117	-120	-138	-130	-107	-1	-1	-2	-1	-3	-42	-50	-55	-54	-45	20
-3	-8	-8	-3	-4	(*)	(*)	(*)	(*)	(*)	-1	-1	-1	-1	-1	21
-8	-8	-8	-8	-0						-27	-25	-28	-28	-31	22
-11	-14	-10	-15	-11	-2	-2	-2	-2	-2	-3	-3	-2	-2	-3	23
						(*)									
-2	-5	-7	-7	-2						-14	-15	-16	-17	-15	24
-16	-17	-10	-10	-14	(*)	(*)	(*)	(*)	(*)	-11	-6	-2	-17	-20	25
-177	-170	-153	-142	-127	(*)	(*)	(*)	(*)	(*)	-103	-91	-92	-93	-75	26
-31	-27	-30	-28	-32	(*)	(*)	(*)	(*)	(*)	-30	-43	-50	-50	-50	27
-66	-55	-42	-59	-53											28
-45	-54	-55	-63	-53	-6	-0	-6	-10	-5	-11	-22	-23	-22	-15	29
-8	-7	-6	-8	-4	-1	-1	-3	-4	-1						30
-10	-24	-24	-24	-24	-2	-2	-2	-2	-2	-12	-14	-12	-14	-13	31
-28	-33	-36	-32	-31	-4	-3	-3	-4	-2	(*)	-8	-20	-7	-5	32
-49	-35	13	-21	-16	3	-5	10	-2	(*)	-4	1	-2	-2	-19	33
-50	-75	-40	-67	-70	-10	-16	-19	-11	-10	-3	-5	-1	(*)	-0	34
-6	-7	0	1	5	5	7	7	2	7	-3	0	-1	-2	-1	35
27	44	48	44	47	8	3	16	7	12				(*)		36
	3														37
-58	33	-78	-103	-384	-20	2	2	-5	(*)	-34	-494	-319	-743	-57	38
-118	-28	-128	-17	-290						-182	-301	-105	-317	-116	39
30	16	16	2	28						-214	37	-360	-129	-58	40
18	-2	33	2	10	-1	(*)	2	(*)	2	2	-16	(*)	104	44	41
-17	(*)	24	(*)	-141	(*)	(*)	(*)	(*)	(*)	27	-62	15	-130	10	42
2		-0		-15	(*)	(*)	(*)	(*)	-2	147	-117	-0	-147	56	43
-10	30	-2	-30	3				-1		-11	-8	-40	-46	-7	44
1	3	-10	-21	-20						-15	12	44	-59	-45	45
										219	-51	-58	-14	40	46
609	-352	-354	-390	171	-15	23	-14	20	-4	-30	597	424	321	-587	47
20	14	11	17	25						143	61	10	11	20	48
24	120	170	110	159						-58	23	51	109	20	49
-0	67	20	25	30						2	4	1	1		50
-27	-18	10	-55	-5	1	1	2			-31	-0	4	7	-2	51
(*)	(*)	2	-1	8		(*)	(*)	(*)	(*)	(*)	3	-2	1	1	52+53
-2	(*)	-2		-2		(*)	(*)	(*)	(*)	300	800		60		54
5	-1	14	-10	(*)		(*)	(*)	(*)	(*)	-1	8	-14	-4	-5	55
689	-573	-588	-499	-22	-16	22	-18	20	-4	-385	-103	345	127	-021	56+57
-598	47	5	23	127						(*)	(*)	(*)	(*)		58
-4	1	7	22	60											59
															60
-55	40	-3	1	67						(*)	(*)	(*)	(*)		61
															62
															63
-479	451	454	395	-70	-13	-51	-21	-51	-56	-44	-203	293	708	653	64

Table 9.—U.S. International

(Millions of)

Line	(Credits +; debits -)	Latin American Republics and Other Western Hemisphere					Japan				
		1970				1971	1970				1971
		I	II	III	IV	I*	I	II	III	IV	I*
1	Exports of goods and services ²	2,451	2,707	2,555	2,472	2,584	1,432	1,447	1,498	1,551	1,467
2	Merchandise, adjusted, excluding military ³	1,642	1,637	1,594	1,701	1,595	1,106	1,129	1,175	1,238	1,093
3	Transfers under U.S. military agency sales contracts.....	10	11	12	8	0	6	4	18	5	7
4	Travel.....	108	233	227	221	200	21	26	27	27	30
5	Passenger fares.....	33	41	47	35	31	16	17	15	19	24
6	Other transportation.....	80	93	97	89	85	59	70	62	74	74
7	Fees and royalties from unaffiliated foreigners.....	12	12	12	12	13	56	56	56	56	55
8	Other private services.....	67	69	60	57	64	0	0	0	0	10
9	U.S. Government miscellaneous services.....	15	17	10	17	17	4	4	7	8	11
10	Receipts of income on U.S. investments abroad:										
11	Direct investment fees and royalties.....	75	68	78	78	74	22	24	22	20	23
12	Direct investment interest, dividends and branch earnings ⁴	301	325	254	197	255	36	18	9	32	53
13	Other private assets.....	132	142	156	144	131	77	75	72	73	71
14	U.S. Government assets.....	35	45	32	31	31	7	7	7	6	9
15	Transfers of goods and services under U.S. military grant programs, net.....	5	4	4	7	7	(*)				
16	Imports of goods and services.....	-2,106	-2,347	-2,429	-2,044	-2,106	-1,519	-1,096	-2,021	-1,970	-1,849
17	Merchandise, adjusted, excluding military ³	-1,622	-1,530	-1,408	-1,462	-1,623	-1,068	-1,086	-1,630	-1,588	-1,506
18	Direct defense expenditure.....	-36	-36	-43	-43	-48	-156	-170	-150	-177	-180
19	Travel.....	-240	-285	-286	-227	-266	-14	-23	-35	-15	-15
20	Passenger fares.....	-21	-18	-18	-15	-23	-14	-17	-23	-10	-15
21	Other transportation.....	-64	-60	-83	-60	-68	-63	-68	-71	-71	-62
22	Fees and royalties to unaffiliated foreigners.....	-1	-1	-1	-1	-1	-1	-1	-1	-1	-1
23	Private payments for other services.....	-30	-48	-44	-38	-44	-3	-3	-5	-6	-6
24	U.S. Government payments for miscellaneous services.....	-41	-38	-15	-47	-40	-5	-5	-5	-6	-6
25	Payments of income on foreign investments in the United States:										
26	Direct investment fees and royalties.....	-6	-6	-6	-6	-6	-1	-1	-1	-1	(*)
27	Direct investment interest, dividends and branch earnings ⁴	-126	-131	-109	-91	-74	-64	-63	-57	-60	-64
28	Other private liabilities.....	-3	-3	-4	-4	-3	-25	-24	-19	-20	-27
29	U.S. Government liabilities.....	-6	-6	-6	-7	-7	(*)				
30	Unilateral transfers (excluding military grants), net.....	-137	-132	-114	-135	-123	-19	-31	-11	-10	-9
31	U.S. Government grants (excluding military grants).....	-71	-66	-60	-60	-57	-2	-3	-3	-2	-3
32	U.S. Government pensions and other transfers.....	-11	-11	-11	-11	-13	-8	-9	-9	-8	-7
33	Private remittances and other transfers.....	-55	-55	-40	-57	-53	-8	-9	-9	-8	-7
34	U.S. Government capital flows, net.....	-121	-157	-104	-129	-74	53	-23	6	23	-32
35	Loans and other long-term assets.....	-200	-245	-173	-228	-164	-64	-63	-23	-36	-54
36	Foreign currencies and other short-term assets.....	(*)	-5	(*)	-1	(*)	1	5	2	2	3
37	Repayments on credits:										
38	Scheduled.....	75	93	72	100	76	35	21	30	18	47
39	Nonscheduled ⁵	(*)	(*)	(*)	(*)	(*)	31	39	40	40	47
40	U.S. private capital flows, net.....	-301	-335	-297	-510	-31	61	-379	899	-621	264
41	Direct investments abroad ⁶	-136	-168	-138	-179	1	-36	-68	9	-55	-38
42	Foreign securities.....	-20	3	-21	-85	-10	10	22	5	-6	-53
43	Claims reported by U.S. banks:										
44	Long-term.....	-7	-4	-17	40	58	1	-5	-18	-6	-18
45	Short-term, nonliquid.....	-61	-109	-1	-215	17	143	-221	170	-567	403
46	Short-term, liquid.....	16	2	-1	-27	-39	1	-3	3	7	5
47	Claims reported by U.S. nonbanking concerns:										
48	Long-term.....	-48	-7	-110	-28	4	-16	-6	22	4	-25
49	Short-term, nonliquid.....	-48	12	-41	-45	72	-43	-13	-6	-18	-13
50	Short-term, liquid.....	-23	-83	23	36	-92	1	-1	2	6	-15
51	Foreign capital flows, net.....	345	237	-536	-166	-284	80	-36	54	993	1,034
52	Direct investments in the United States ⁶	17	12	10	1	1	-10	-47	-5	61	-30
53	U.S. securities other than Treasury issues.....	28	-36	10	87	21	1	2	4	5	2
54	U.S. nonliquid liabilities to private foreigners reported by U.S. nonbanking concerns:										
55	Long-term.....	-8	-6	19	79	81	3	3	13	4	4
56	Short-term.....	32	37	37	37	30	-11	-18	22	8	6
57	Long-term liabilities to all foreigners reported by U.S. banks.....	-43	-15	-91	37	-80	-19	-68	-68	-92	-125
58	Nonliquid liabilities reported by U.S. Government:										
59	To foreign official reserve agencies.....	-5	-9	-11	3	4	-2	8	-6	-1	-1
60	To other official and private foreigners.....	-5	-9	-11	3	4	-2	8	-6	-1	-1
61	U.S. liquid liabilities to all foreigners.....	383	248	-916	-860	-804	122	87	131	908	1,178
62	Transactions in U.S. official reserve assets, net.....	7	8	4	111	(*)				189	
63	Gold.....	7	8	4	111	(*)				119	
64	SDR.....										
65	Convertible currencies.....										
66	Gold tranche position in IMF.....										
67	Allocations of special drawing rights (SDR).....										
68	Errors and omissions, and transfers of funds between foreign areas, net.....	-65	-151	932	138	138	15	764	232	-86	-764

*Preliminary. *Less than \$400,000 (4).

1. Credits, +: Exports of goods and services; unilateral transfers to U.S.; capital inflows (increase in U.S. liabilities or decrease in U.S. assets); decrease in U.S. official reserve assets.

Debits, -: Imports of goods and services; unilateral transfers to foreigners; capital

outflows (decrease in U.S. liabilities or increase in U.S. assets); increase in U.S. official reserve assets.

2. Excludes transfers of goods and services under U.S. military grant programs.

3. Excludes exports of goods under U.S. military agency sales contracts identified in Census

Transactions, by Area—Continued

dollars

Australia, New Zealand and South Africa					Other countries in Asia and Africa					International organizations and Unallocated					Line
1970				1971	1970				1971	1970				1971	
I	II	III	IV	I*	I	II	III	IV	I*	I	II	III	IV	I*	
573	558	584	629	596	2,400	2,785	2,262	2,475	2,776	137	139	144	273	161	
350	350	483	396	423	1,378	1,488	1,328	1,478	1,573						
20	22	89	37	9	95	230	97	161	230						
8	11	14	8	7	16	24	38	23	30						
9	15	14	8	9	9	16	28	11	10						
14	15	17	16	15	181	144	147	140	137	61	54	58	67	55	
0	0	0	0	0	4	5	6	6	7						
0	0	0	0	0	10	45	46	45	50	41	41	41	41	47	
(*)	(*)	(*)	(*)	(*)	30	36	38	39	38						
36	39	28	42	37	32	45	41	47	34	5	6	7	8	4	
99	84	80	80	85	513	514	450	548	535	10	5	4	155	15	
12	15	12	14	12	65	68	60	63	63	29	13	30	13	38	
2	11	2	11	1	76	80	88	84	85	1	9	4		1	
					86	131	82	88	110						
-238	-317	-470	-341	-278	-1,358	-1,433	-2,014	-1,986	-1,858	-201	-204	-231	-229	-189	
-278	-267	-306	-294	-221	-1,110	-1,157	-1,221	-1,237	-1,179						
-13	-12	-12	-13	-9	-481	-508	-490	-405	-444						
-11	-10	-11	-15	-12	-41	-55	-51	-46	-45						
-13	-14	-16	-12	-14	-6	-11	-18	-10	-8	-5	-15	-16	-129	-10	
-15	-19	-19	-15	-17	-53	-59	-80	-52	-65	-136	-145	-168	-129	-141	
(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)						
-12	-15	-12	-12	-15	-60	-61	-84	-52	-63	-12	-1	-53	-44	-6	
-5	-5	-5	-5	-5			-1	-1							
(*)	(*)	(*)	(*)	(*)	(*)	(*)									
-16	-13	-17	-16	-13	-70	-64	-60	-47	-34	-29	-18	-18	-18	-18	
-2	-2	-3	-3	-2	-19	-19	-18	-14	-9	-34	-30	-33	-24	-19	
					-36	-131	-82	-83	-118						
-6	-5	-5	-7	-5	-594	-499	-476	-498	-597	-35	-64	-27	-40	-54	
-1	-1	-1	-1	-1	-322	-311	-386	-372	-345	-35	-64	-27	-40	-54	
-4	-5	-4	-6	-4	-28	-21	-35	-33	-33						
-15	14	-71	21	-35	-145	-137	-137	-134	-128						
-19	-35	-74	-21	-37	-398	-394	-262	-278	-434	-39	-12	3	-15	-31	
(*)	(*)	(*)	1	-1	-446	-442	-350	-392	-725	-32	-12		-15	-13	
3	38	4	42	3	21	-80	6	-6	74						
					111	113	80	110	217	3		3		3	
					6	11	2								
-187	-148	24	-43	-198	-224	-513	127	48	-317	10	-10	-244	-141	-283	
-128	-122	18	-24	-81	-176	-207	28	142	-134	38	-35	-77	-182	-73	
4	3	4	2	2	-41	-37	-23	-57	-47	-28	24	-168	10	-191	
31	18	-4	13	-4	6	60	27	-40	-3						
-8	-5	-6	-7	-15	-28	-31	51	43	-94	(*)	1	-1	(*)	(*)	
-4	-2	3	-3	-3	7	-5	-3	-6	9						
-1	-27	20	-11	-9	-14	-3	7	-6	-9						
					32	-49	2	-29	-39						
37	65	11	27	49	513	-279	-207	-491	-259	284	-57	-249	6	287	
3	-3		(*)		(*)	1	3	-1	3						
-1	-7	-4	-2	-13	12	36	32	22	7	100	95	81	28	145	
2	8	4	2	8	1		4	4	6						
8	5	9	0	7	7	33	41	-9	25						
-8	-4	8	-4	-15	-127	-104	-86	-89	-43	32		37	-133	-189	
-7	4	-14	-19	19	22	-148	-4	-100	46						
37	44	11	41	38	605	-12	-118	-265	-285	70	-143	-377	31	231	
					-33	4	43	143	17	-1,197	109	694	7	-320	
					-23	4	42	142	17	-24		292	-142	7	
										-220	-37	-34	140	-892	
										-255	257	400	0	245	
										857				777	
-143	-171	-274	-236	-268	-5	922	309	393	373	249	15	-41	138	-299	

export documents, and imports of goods included under direct defense expenditures identified in Census import documents, and reflects various other balance-of-payments adjustments (for valuation, coverage, and timing) to Census statistics; see table 4.

4. Includes reexported earnings of foreign incorporated affiliates of U.S. firms or of U.S. incorporated affiliates of foreign firms.

5. Includes sales of foreign obligations to foreigners.

NOTE.—Details may not add to totals because of rounding.
Source: U.S. Department of Commerce, Office of Business Economics.

Table 10.—Summary of Known Current and Long-term Capital Transactions, by Area¹

[Millions of dollars]

Line	[Receipts by foreign areas (-)]	1968	1969	1970	1969				1970				1971 ²
					I	II	III	IV	I	II	III	IV	
1	All areas, balances on:												
2	Merchandise trade ³	634	660	2,110	125	131	-200	657	659	1,043	100	288	420
3	Goods and services	2,489	2,011	3,292	734	534	-505	1,279	1,234	1,390	-201	1,340	1,478
4	Goods, services and remittances	1,221	745	2,182	456	183	-835	941	613	685	-687	1,002	1,061
5	Current account	-360	-890	444	82	-280	-1,161	607	466	487	-1,060	582	691
6	Current account and long-term capital ⁴	-1,340	-2,870	-2,088	15	-2,301	-2,385	1,072	-1,311	-890	-1,635	706	-1,306
7	United Kingdom, balances on:												
8	Merchandise trade ³	-110	-87	302	18	-80	-63	38	43	128	71	60	134
9	Goods and services	-228	-700	-427	-8	-240	-348	-119	-186	-124	-220	105	-16
10	Goods, services and remittances	-274	-781	-470	-19	-250	-355	-133	-195	-138	-253	91	-27
11	Current account	-274	-781	-470	-19	-250	-355	-133	-195	-138	-253	91	-27
12	Current account and long-term capital ⁴	-60	-1,071	200	-183	-470	-446	-28	-104	-263	77	557	-397
13	European Economic Community, balances on:												
14	Merchandise trade ³	130	1,845	1,718	317	137	137	454	445	584	354	236	226
15	Goods and services	-702	-41	618	157	-144	-231	181	210	234	-82	50	72
16	Goods, services and remittances	-721	-46	407	157	-147	-233	176	220	218	-91	41	69
17	Current account	-722	-40	467	157	-147	-233	176	220	218	-91	41	69
18	Current account and long-term capital ⁴	919	1,725	582	280	-218	-122	1,077	-321	380	-25	679	-242
19	Other Western Europe, balances on:												
20	Merchandise trade ³	301	478	678	182	42	51	188	261	232	150	216	240
21	Goods and services	-191	-30	107	106	-113	-165	127	113	-30	-177	161	226
22	Goods, services and remittances	-424	-261	-112	54	-169	-209	74	106	-87	-230	105	113
23	Current account	-401	-285	-140	40	-182	-212	69	98	-94	-242	96	160
24	Current account and long-term capital ⁴	1,042	457	188	582	-280	-189	371	24	85	-06	175	136
25	Eastern Europe, balances on:												
26	Merchandise trade ³	15	54	150	-3	0	15	86	34	37	34	45	80
27	Goods and services	25	68	160	3	8	14	45	41	38	32	49	85
28	Goods, services and remittances	9	60	120	-2	3	11	40	35	33	27	43	61
29	Current account	-5	47	130	-2	11	39	39	36	32	24	26	60
30	Current account and long-term capital ⁴	8	86	130	7	8	27	44	37	27	38	37	62
31	Canada, balances on:												
32	Merchandise trade ³	-425	-799	-1,070	-64	-108	-190	-383	-309	-272	-420	-875	-494
33	Goods and services	481	120	-308	229	106	-188	-80	124	24	-384	-283	36
34	Goods, services and remittances	488	47	-800	266	37	-200	-80	113	8	-387	-315	1
35	Current account	458	47	-800	266	37	-200	-80	113	8	-387	-315	1
36	Current account and long-term capital ⁴	-512	-1,367	-1,051	88	-172	-774	-648	-210	-183	-054	-801	-57
37	Latin American Republics and Other Western Hemisphere, balances on:												
38	Merchandise trade ³	137	318	581	-135	142	152	160	-30	108	104	200	72
39	Goods and services	1,700	1,815	1,898	120	682	580	640	203	660	538	658	334
40	Goods, services and remittances	1,490	1,574	1,728	64	540	504	485	107	483	473	560	256
41	Current account	1,233	1,363	1,460	17	440	481	425	128	428	415	403	280
42	Current account and long-term capital ⁴	140	468	300	-111	173	131	299	-202	23	54	328	217
43	Japan, balances on:												
44	Merchandise trade ³	-1,110	-1,390	-1,240	-200	-458	-477	-240	-182	-284	-454	-348	-508
45	Goods and services	-1,330	-1,738	-1,202	-274	-837	-678	-344	-107	-306	-631	-490	-683
46	Goods, services and remittances	-1,374	-1,774	-1,546	-288	-847	-688	-356	-207	-376	-542	-410	-694
47	Current account	-1,374	-1,774	-1,546	-288	-847	-688	-356	-207	-376	-542	-410	-694
48	Current account and long-term capital ⁴	-1,227	-2,120	-1,577	-282	-900	-713	-475	-207	-470	-515	-398	-674
49	Australia, New Zealand, and South Africa, balances on:												
50	Merchandise trade ³	400	296	454	63	80	41	122	61	124	127	114	282
51	Goods and services	907	782	1,106	170	201	165	295	235	271	314	288	317
52	Goods, services and remittances	970	780	1,083	164	100	140	240	230	265	300	281	312
53	Current account	970	780	1,083	164	100	140	240	230	265	300	281	312
54	Current account and long-term capital ⁴	710	786	786	136	212	93	215	118	108	231	260	208
55	Other countries in Asia and Africa, balances on:												
56	Merchandise trade ³	1,274	746	946	-17	417	504	241	268	831	198	241	394
57	Goods and services	2,851	1,842	2,382	300	678	384	600	550	709	336	725	817
58	Goods, services and remittances	1,488	1,240	1,494	68	521	203	444	377	581	189	568	730
59	Current account	206	-14	411	-237	184	-97	305	44	270	-140	297	410
60	Current account and long-term capital ⁴	-1,706	-1,717	-1,472	-051	-875	-370	-33	-458	-084	-312	-78	-161
61	International organizations and unallocated, balances on:												
62	Merchandise trade ³	-52	-04	-221	-9	-25	-112	82	-64	-75	-137	44	-28
63	Goods and services	-270	-94	-231	-9	-25	-112	82	-64	-75	-137	44	-28
64	Goods, services and remittances	-270	-94	-231	-9	-25	-112	82	-64	-75	-137	44	-28
65	Current account	-403	-228	-280	-44	-83	-123	22	-00	-129	-104	4	-82
66	Current account and long-term capital ⁴	-671	-132	-544	47	-180	-8	-13	14	-56	-276	-228	-320

¹ Preliminary.

2. Balances of payments by area on the net liquidity basis and the official reserve transactions basis lack validity because liquid dollar holdings of private and official foreigners may be affected not only by their transactions with the United States but also by transactions among themselves. The balances shown by area here have some shortcomings due to statistical discrepancies including errors, omissions, and incorrect area attributions.

Balances are derived from data in table 2 (all areas) and table 9 (individual areas) as follows:

	Lines in tables	
	2	9
Merchandise trade ³	2, 10	Same.
Goods and services	1, 15	Same.
Goods, services and remittances	1, 15, 31, 32	Same.
Current account	1, 15, 30	Same.
Current account and long-term capital ⁴	1, 15, 20, 35, 39-41, 44, 48-50, 62, 65	Same, except only part of line 42 is included.

Balances with "all areas" includes long-term liabilities to all private foreigners reported by U.S. banks, with "international organizations" includes only liabilities to ILO and affiliated organizations, and with other areas includes only liabilities to regional organizations. The long-term liabilities to other private foreigners included in the total, but not in the areas, amounted to (millions of dollars): 1968, -7; 1969-I, -8; 1969-II, 12; 1969-III, 25; 1969-IV, 17; 1970 year, 48; 1970-I, 5; 1970-II, 63; 1970-III, 7; 1970-IV, 43; 1970 year, 118; 1971-I, 7.

2. Adjusted to balance of payments basis; excludes exports under U.S. military agency sales contracts and imports under direct defense expenditures.

3. Includes some short-term U.S. Government assets; area data exclude long-term liabilities reported by U.S. banks other than to international and regional organizations (see footnote 1).

4. Net purchases of gold by U.S. private residents from U.S. monetary gold stock.

Note: Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Office of Business Economics.

EXPLANATORY NOTES FOR TABLES 2 AND 3

These notes are intended to provide a brief explanation of the content and sources of data for each account shown in tables 2 and 3. These descriptions

Exports of goods and services

Line 2.—*Merchandise, adjusted, excluding military*

This account measures, in concept, all movable goods which are sold, given away, or otherwise transferred from United States to foreign ownership, except (1) transfers of goods under U.S. military grant programs (part of line 14), (2) transfers of goods under U.S. military agency sales contracts (part of line 3) whether physically exported from the United States or sold from U.S. installations abroad, and (3) transfers of goods by U.S. nonmilitary agencies from U.S. installations abroad (part of line 9).

In practice, reliance on Census Bureau trade statistics, which are based on the physical movement of goods into and out of the United States rather than change of ownership, and which in various other aspects are not oriented to balance of payments concepts, leads to some additional departures from the conceptual definition stated above. Census Bureau export statistics are, in general, valued f.a.s. (free alongside ship) U.S. port of exit, and reflect selling price, f.o.b. (free on board) interior point of shipment—or cost if not sold—plus packaging costs, inland freight, and insurance to place of export. Various adjustments to the Census statistics are made for timing, coverage, and valuation in order to bring them into conformity with balance of payments concepts (see table 4).

Line 3.—*Transfers under U.S. military agency sales contracts*

This account measures delivery of goods and transfer of services by military agencies to foreign Governments under sales contracts. Delivery of goods refers to transfer of goods either from the United States or from U.S. installations abroad to foreign Governments. Also included, of relatively smaller magnitudes, are sales of excess property of military installations abroad, and logistical support provided to U.S. allies and to United Nations emergency forces in various areas. Excluded, however, is military equipment sold directly

are not comprehensive nor are they intended to take the place of a precise methodology of the balance of payments compilations.

to foreigners by U.S. private firms. Estimates are based primarily on Department of Defense reports.

Line 4.—*Travel*

This account measures expenditures in the United States by foreign travelers (excluding foreign Government personnel and their dependents and foreign citizens residing in the United States) for lodging, food, transportation within the United States, entertainment, personal purchases, gifts, and other outlays incidental to a trip to the United States. Transocean passenger fares are excluded. Included are passenger fares received by U.S. carriers from Canadian and Mexican travelers visiting the United States. Travel receipts from each major area of the world are estimated by multiplying the average expenditures per traveler, derived from sample surveys of OBE, by the corresponding number of travelers, derived from statistics of U.S. Immigration and Naturalization Service.

Line 5.—*Passenger fares*

This account measures passenger fares received by U.S. ocean and air carriers from foreign residents traveling between the United States and foreign countries and between two foreign points. Excluded are passenger fares for travel between the United States and Canada, and between the United States and Mexico (part of line 4). For each major area of the world, an estimate is made by multiplying the average round-trip fare derived from travel questionnaires, by the corresponding number of travelers derived from data provided by the U.S. Immigration and Naturalization Service.

Line 6.—*Other transportation*

This account measures the following: freight revenues of U.S.-operated ocean, air, and other carriers (including rail, pipeline, and Great Lakes shipping) for the international transportation of U.S. exports; freight revenues of U.S.-operated carriers for the transportation of foreign freight from one foreign point to another foreign point; port expenditure receipts, representing pay-

ments for goods and services purchased in the United States by foreign operators and transportation companies; and receipts of U.S. owners from foreign operators for the charter of vessels and the rental of freight cars. For the major components—freight revenues and port expenditure receipts—value estimates are made by multiplying the average rates, based on reports from a limited number of shipping companies and airlines to OBE, by the corresponding tonnage data, derived essentially from statistics of the Census Bureau. For the other components, estimates are based on reports to OBE and on various other sources of information.

Line 7.—*Fees and royalties from unaffiliated foreigners*

This account measures U.S. receipts from foreign residents not affiliated with the U.S. organizations to whom payment is made for the use of intangible property or rights (patents, techniques, processes, formulae, designs, trademarks, copyrights, franchises, manufacturing rights, etc.). Estimates are made on the basis of data obtained from OBE questionnaires circularized among U.S. individuals and firms directly involved in such transactions.

Line 8.—*Other private services*

This account measures all receipts by U.S. private residents from foreign residents who are not affiliated with the U.S. recipient and from foreign governments and international organizations, for various miscellaneous services rendered domestically or abroad. Such services include international reinsurance operations of U.S. insurance companies; international cable, radio, and telephone operations provided by U.S. communications companies; and foreign contract operations of U.S. construction, engineering, consulting and other technical services firms. Also included in this account are expenditures in the United States by foreign embassies, consulates, and registered agents of foreign governments; administrative expenditures by international organizations such as the International Monetary Fund (IMF), World Bank, United Nations, etc.; and various other minor service receipts. Estimates are based on reports filed with OBE by U.S. individuals and firms, statistics provided by U.S. and foreign government agencies, and other information obtained from various publications of foreign governments and international organizations.

Line 9.—U.S. Government miscellaneous services

This account measures receipts of the nonmilitary agencies of the U.S. Government for services provided to foreigners and for deliveries of goods to foreigners from U.S. installations abroad. Also included are administrative expenses of AID in the United States and abroad, and similar expenses of other aid programs. Estimates are based primarily on reports submitted by nonmilitary agencies of the U.S. Government.

Line 10.—Direct investment fees and royalties

This account measures receipts by U.S. parent organizations from their foreign affiliates of fees and royalties (after withheld foreign taxes, if any) for the use of intangible property or rights (patents, techniques, trademarks, copyrights, manufacturing rights, etc.), for rentals of tangible property, motion picture films and TV tapes, and for the use of professional, administrative and management services. Receipts include not only actual transfers but also other amounts due in the reporting period that are not actually transferred. In the latter instances, the amounts are offset by contra-entries in line 39. Data are collected regularly by the OBE from over 1,100 respondents with more than 13,000 foreign affiliates. The data are used to derive estimates for total receipts on the basis of the relation of the reporting sample to benchmark data (based on periodic surveys of U.S. direct investments abroad), with adjustments made for new investments and liquidations. (See line 39 for definition of direct investments.)

Line 11.—Direct investment interest, dividends, and branch earnings

This account measures receipts by U.S. parent organizations from their foreign affiliates of interest and dividends (after withheld foreign taxes, if any) and branch earnings (after foreign income taxes). Receipts include not only actual transfers but also other amounts due in reporting period that are not actually transferred. In the latter instances, the amounts are offset by contra-entries in line 39. Sources of data and estimating procedures are the same as for line 10. (See line 39 for definition of direct investments.)

Line 12.—Income receipts on other U.S. private assets abroad

This account measures (1) interest received by U.S. residents on their holdings of foreign debt securities, short and long-term bank and commercial

loans, deposits and other claims, and (2) dividends received by U.S. residents on their holdings of foreign equities. Excluded are income receipts from U.S. direct investments abroad. Estimates are based on applicable U.S. money market rates and foreign dividend yields applied to amounts outstanding in the appropriate period, with lags when relevant.

Line 13.—Income receipts on U.S. Government assets abroad

This account measures primarily interest realized on the long and short-term credits outstanding to the U.S. Government from the rest of the world. Also included are interest earned on U.S. Government disbursing officers' deposits in commercial banks abroad; interest received on the holdings of official reserve assets by U.S. monetary authorities; interest on advances under other Exchange Stabilization Fund agreements; collections of commitment fees for foreign loans extended by U.S. Government agencies; service charges and other earnings from the U.S. investment in the International Monetary Fund; and net income of U.S. monetary authorities from day-to-day transactions in foreign currency exchanges. Excluded are gains or losses on official reserve assets when they result from revision of par value exchange rates and all gains or losses on foreign currency balances held by disbursing officers.

With the exception of capitalized interest, receipts are based on data reported by the Government operating agencies on a collection basis (in both U.S. dollars and foreign currencies).

Transfers under U.S. military grant programs, net

Line 14.—Transfers of goods and services under U.S. military grant programs, net

This account measures net transfers of goods delivered and services rendered by U.S. military services to foreign countries under programs enacted by the Congress to authorize the provision of military assistance for which no repayment is expected or for which repayment terms are indeterminate.

Gross transfers include goods and services purchased from dollar funds appropriated, or foreign currencies owned, by the U.S. Government whose use has been authorized by legislation (valued on the basis of the U.S. Government financial records reflecting the expenditure of authorized funds); and transfers of goods under authorizations to deliver to foreign nations

equipment and material, deemed excess to U.S. requirements (valued according to the legislative authorization under which the transfer is made).

Transactions netted against the gross transfers—reverse grants—include returns of equipment previously transferred; supplies and services provided the U.S. Government as part of a mutual assistance program (such as reverse lend-lease); and foreign currency funds provided by foreign nations as offsets for U.S. local expenditures under international agreements to provide U.S. foreign assistance.

This account excludes military goods and services provided on credit with established repayment terms. Also excluded, in general, are transfers of goods and services to foreign forces operating in conjunction with U.S. forces during periods of active hostilities and certain transactions for which data are not available due to security reasons. For transactions which occurred prior to July 1964, the estimates were made by OBE on the basis of information furnished for this purpose by the operating agencies, supplemented by other Government records; subsequent estimates are based upon incomplete reports from the operating agencies.

An identical offsetting entry is made in line 28.

Imports of goods and services

Line 16.—Merchandise, adjusted, excluding military

This account measures, in concept, all movable goods which are sold, given away, or otherwise transferred from foreign to U.S. ownership, except (1) goods purchased abroad by U.S. defense agencies, whether used or stockpiled abroad or physically imported into the United States directly by such agencies (part of line 17) and (2) goods purchased abroad by U.S. non-defense agencies, whether used or stockpiled abroad (part of line 23).

In practice, reliance on Census Bureau trade statistics, which are based on the physical movement of goods into and out of the United States rather than change of ownership, and which in various other aspects are not oriented to ideal balance of payments concepts, leads to some additional departures from the conceptual definition stated above. Census Bureau import statistics are, in general, valued at the wholesale market price, f.o.b. foreign country of export. This valuation, which is required under U.S. customs legislation, excludes U.S. import duties and freight and insurance charges from the foreign

country to the U.S. port of entry. The use of f.o.b. foreign country as the basis for import valuation is in accord with balance of payments concepts. However, the Customs requirement for a general "market value at which the goods are freely offered for sale" may not necessarily coincide with the actual purchase-sale contract price, f.o.b. foreign country, agreed to between buyer and seller—the transactions value. In such cases, a valuation adjustment is made to accord with the transactions value, if appropriate information is available. Adjustments for timing and coverage are also made to Census import statistics to bring them into conformity with balance of payments requirements (see table 4).

Line 17.—Direct defense expenditures

This account measures direct defense expenditures for foreign goods and services by the military agencies and similar defense transactions of the Atomic Energy Commission and the Coast Guard which meet the NATO definition of defense expenditures. Also included are the personal expenditures of U.S. military and civilian personnel and their dependents abroad, together with the foreign purchases of the military exchanges and similar agencies which sell to personnel (e.g., post exchanges, commissaries). Other disbursements include foreign expenditures of U.S. contractors employed to construct and operate U.S. foreign military installations and to furnish other services abroad, expenditures for NATO infrastructure, the offshore procurement of military equipment to be transferred as aid to foreign countries, contributions to international military headquarters expenses, and other outlays abroad for administration of military assistance programs. Excluded are foreign products purchased in the United States by U.S. military agencies. Estimates are based primarily on Department of Defense reports.

Line 18.—Travel

This account measures expenditures in foreign countries by U.S. travelers (excluding U.S. Government personnel and their dependents and U.S. citizens residing abroad) for lodging, food, transportation within foreign areas, entertainment, personal purchases, gifts, and other outlays incidental to a trip abroad. Transoceanic passenger fares are excluded. Included are passenger fares paid to Canadian and Mexican carriers by U.S. residents visiting Canada and Mexico. Travel payments to each major area of the world are estimated by multiplying the average expenditure per

traveler derived from sample surveys of OBE, by the corresponding number of travelers derived from statistics of U.S. Immigration and Naturalization Service.

Line 19.—Passenger fares

This account measures passenger fares paid to foreign ocean and air carriers by U.S. residents for transoceanic transportation. Excluded are passenger fares for travel between the United States and Canada, and between the United States and Mexico (part of line 18). For each major area of the world, an estimate is made by multiplying the average round-trip fare derived from travel questionnaires, by the corresponding number of travelers derived from data provided by the U.S. Immigration and Naturalization Service. The estimate for total passenger fares is the sum of estimates for all areas. Additional adjustments for inter-airline transfers are made on the basis of official reports of U.S. international air carriers.

Line 20.—Other transportation

This account measures the following: freight payments to foreign-operated ocean, air and other carriers (including rail and Great Lakes shipping) for the international transportation of U.S. imports; port expenditure payments representing purchases of goods and services in foreign countries by U.S. operators and transportation companies; and payments made to foreign owners by U.S. operators for the charter of vessels and the rental of freight cars. For the major components—freight and port expenditure payments—value estimates are made by multiplying the average rates based on reports of shipping companies and airlines to OBE, by the corresponding tonnage data derived essentially from statistics of the Census Bureau. For the other components, estimates are made on the basis of reports to OBE and various other sources of information.

Line 21.—Fees and royalties to unaffiliated foreigners

This account measures payments by U.S. residents to foreign residents not affiliated with the U.S. payer for the use of intangible property or rights (patents, techniques, processes, formulas, designs, trademarks, copyrights, franchises, manufacturing rights, etc.). Estimates are made on the basis of data obtained from OBE questionnaires circularized among U.S. individuals and firms directly involved in such transactions.

Line 22.—Private payments for other services

This account measures payments by U.S. private residents to foreign residents not affiliated with the U.S. payer and to foreign governments for various miscellaneous services rendered domestically or abroad. Such outlays include payments of international reinsurance operations of U.S. insurance companies; net payments for direct writing of insurance abroad; payments of U.S. communication companies for foreign cable, radio, and telephone operations; net earnings of Canadian commuters employed in the United States; payments of consular fees for export privileges; and various other minor service payments. Estimates are based on reports filed with OBE by U.S. individuals and firms, statistics provided by foreign government agencies, and other information obtained from various domestic publications.

Line 23.—U.S. Government payments for miscellaneous services

This account measures expenditures of the nonmilitary agencies of the U.S. Government for foreign services and for foreign goods which are purchased abroad and used or stockpiled abroad. Also included are net payments by such nonmilitary agencies to U.S. nationals employed abroad and their dependents, and payments to international organizations for membership assessments. Estimates are based primarily on reports submitted by nonmilitary agencies of the U.S. Government.

Line 24.—Direct investment fees and royalties

This account measures payments by U.S. companies to their foreign parent organizations of fees and royalties (after withholding taxes) for the use of intangible property or rights (patents, techniques, trademarks, copyrights, manufacturing rights, etc.) and for professional, administrative and management services. Payments include not only actual transfers but also other amounts due in the reporting period that are not actually transferred. In the latter instances, the amounts are offset by contra-entries in line 48. Data are based on quarterly reports filed by approximately 350 U.S. companies with OBE. (See line 48 for definition of direct investments.)

Line 25.—Direct investment interest, dividends, and branch earnings

This account measures payments by U.S. companies to their foreign parent

organizations of interest and dividends (after U.S. withholding taxes) and branch earnings (after U.S. income taxes). Payments include not only actual transfers but also other amounts due in the reporting period that are not actually transferred. In the latter instances, the amounts are offset by contra-entries in line 48. Data are collected by OBE from approximately 350 U.S. companies. The data are used to derive estimates for total payments on the basis of the relation of the reporting sample to benchmark data (based on the 1959 survey of foreign direct investments in the United States), with adjustments made for new investments and liquidations. (See line 48 for definition of direct investments.)

Line 26.—Income payments on other private liabilities

This account measures (1) interest paid by U.S. residents to foreign holders of U.S. debt obligations and to foreign owners of U.S. bank deposits, and (2) dividends paid by U.S. residents to foreign holders of U.S. equities.

Excluded are income payments on foreign direct investments in the United States (recorded in line 25). Estimates are based on applicable Eurodollar rates, U.S. money market rates, and U.S. dividend yields applied to amounts outstanding in the appropriate period, with lags when relevant.

Line 27.—Income payments on U.S. Government liabilities

This account measures (1) interest paid to foreign residents on their holdings of U.S. Government securities, based on applicable rates, and (2) interest paid to foreign official agencies on advance payments for military equipment and on other special deposits with the Treasury Department.

Military grants

Line 28.—U.S. military grants of goods and services, net

This account measures transfers by U.S. military services to foreign countries under programs enacted by the Congress to provide foreign military assistance for which no repayment is expected or for which repayment terms are indeterminate. Excluded are transfers of cash and of nonmilitary items, even when under military aid legislation; and military assistance provided on established credit repayment terms; transfers of goods and services to foreign forces operating in conjunction with

U.S. forces during periods of active hostilities; and certain transactions for which data are not available due to security reasons.

An identical offsetting entry is made in line 14. (For details of gross transfers, transactions netted against gross transfers, and the basis of OBE estimates, see note for line 14.)

Unilateral transfers (excluding military grants), net

Line 30.—U.S. Government grants (excluding military)

This account measures utilization of U.S. Government financing to transfer resources to foreign governments or other foreign entities under programs enacted by the Congress for the provision of foreign assistance—other than the goods and services included as military grants in line 28—for which no repayment is expected or for which repayment terms are indeterminate.

Gross transfers represent the dollar equivalent of goods delivered and services rendered by the U.S. Government and disbursements by the U.S. Government to or for the account of a foreign government or other foreign entity (including payments into accounts from which use may be restricted by agreements). Some of these transactions are financed with dollar funds established, or foreign currencies owned, by the U.S. Government, whose use has been authorized by legislation and whose value is based on U.S. Government financial records reflecting the expenditure of authorized funds. Other transfers of goods, under authorizations to deliver to foreign nations agricultural commodities, are valued on the basis of the export offering price for such commodities at the time of delivery.

Netted against the gross transfers are reverse grants. These include cash settlements for previously provided grants; foreign currency funds provided by foreign nations as offsets for U.S. local expenditures under international agreements to provide U.S. foreign assistance; supplies, services, and foreign currencies provided the U.S. Government as part of a mutual assistance program (such as reverse lend-lease); and returns of equipment previously transferred.

Data are compiled from reports furnished by the operating agencies for inclusion in this table, and from published statements and financial and operating records of Government agencies. Prior to the availability of re-

ports from operating agencies, estimates are made by OBE.

Line 31.—U.S. Government pensions and other transfers

This account measures (1) payments of annuities and other benefits, to Americans residing abroad or to foreigners entitled to such payments, under social security and allied programs; (2) similar payments under retirement and compensation programs for former Government employees, military personnel, and veterans, including costs of providing medical services abroad under Veterans Administration programs; (3) payments abroad under U.S. educational and cultural exchange programs, primarily administered by the Department of State; (4) payments of grants supporting individual and institutional research abroad; and (5) payments and receipts of claims settled by inter-governmental agreements, including collections of funds for distribution to private claimants as a result of nationalization of property by foreign governments (when such claims involve receipts in installments over a period of years, the collections are not included in this entry but are recorded in line 36).

Data are reported by U.S. Government operating agencies based upon their financial records, generally of checks issued and collections made.

Line 32.—Private remittances, and other transfers

This account measures net private unilateral transfers of goods, services, cash and other financial claims between U.S. residents and residents or governments of foreign countries. Receipts include transfers to U.S. private residents through post office money orders, German Government indemnification payments; Canadian Government pension payments, inheritance and migrants transfers, and various other inflows. Payments include personal remittances of U.S. private residents to foreign residents through banks, communication companies, and the Post Office; private parcel post shipments; cash and goods donated abroad by religious, charitable, educational, scientific, and similar nonprofit organizations; and inheritance and migrants transfers. Estimates are made on the basis of data received directly from U.S. banks, nonprofit organizations and other private agencies, from U.S. and foreign government agencies, and on the basis of other statistics obtained from various publications of foreign governments.

U.S. Government capital flows, net

Line 34.—Loans and other long-term assets

This account measures utilization of U.S. Government financing to transfer resources under programs enacted by the Congress for the provision of foreign assistance, or for credits to foreign governments or foreign entities, under agreements which give rise to specific obligations to repay, over a period of years, usually with interest. U.S. Government loans to U.S. private entities specifically for projects abroad are included as foreign credits, identified with the country in which the project is located.

Transfers of resources include cash transfers from, or goods and services purchased with, dollar funds established, or foreign currencies owned, by the U.S. Government whose use has been authorized by legislation. Such transfers are valued on the basis of the agreed obligation assumed by the debtor under the contractual agreement for repayments. Also included are capital investments in, or contributions to, the international financial institutions; capital flows abroad reflecting the Government's direct investment in productive facilities and installations; and equity holdings of "public enterprise" accounts of Government agencies.

Data are compiled from reports furnished by the operating agencies for inclusion in this table, and from published statements and financial and operating records of Government agencies. Prior to the availability of their records, estimates are made by OBE, particularly for preliminary data. Adjustments are also made to report transactions at time of occurrence, rather than at time of record on books of the operating agencies.

Line 35.—Foreign currencies and other short-term assets

This account measures, in significant part, the financing of exports of U.S. farm products in exchange for foreign currencies under the Agricultural Trade Development and Assistance Act (Public Law 83-480) less the Government's disbursements of the currencies as grants, credits, or for purchases.

Also included are changes in U.S. Government deposits abroad from acquisition of foreign currency collected as interest, principal, or reverse grants; accounts receivable of Government agencies that report their current transactions on an accrual basis; foreign currencies held by U.S. disbursing offi-

cers; and advances of the Exchange Stabilization Fund that are not part of reserve assets.

Excluded are changes in official reserve assets held by U.S. monetary authorities and discernible gains or losses on foreign currency balances.

Data sources are the same as for line 34.

Line 36.—Scheduled repayments on credits

This account measures collections of principal on the loans and other credits recorded in line 34. Also included are principal collections in liquidation of outstanding indebtedness formalized by intergovernmental agreement in settlement of assistance originally furnished under indeterminate terms and reported in line 30 and in settlement of claims of the U.S. Government or its nationals, when funds are collected by the Government for distribution to the claimants; collections on World War I debts; and recoveries of the Government's direct investment in productive facilities and installations abroad or on the equity holding of "public enterprise" accounts of Government agencies.

Excluded from this account are principal charged off as uncollectible; gains or losses on indebtedness denominated in foreign currency; sales of Export-Import Bank Portfolio Participation Certificates; and extraordinary amortizations that are included in line 37.

Data sources are the same as for line 34.

Line 37.—Nonscheduled repayments on credits

This account measures extraordinary amortizations, which include principal collections identified as occurring more than 3 months ahead of amortization schedule date stipulated in the repayment agreement and sales of the promissory note (or other evidences of indebtedness) to a third-party foreign participant, either in the country of the borrower or in a third country. Sales are recorded at the book value of the indebtedness liquidated. In many instances, Export-Import Bank has the contingent liability to repurchase such obligations previously sold. Beginning with 1967, collections from promissory notes sold to third countries are recorded in the geographical area of the third country in table 9; for earlier periods, such collections are recorded in the geographical area of the debtor.

Excluded from this account are accelerated collections of foreign currency on credits repayable in foreign currency and sales of Export-Import Bank Portfolio Participation Certificates.

Data sources are the same as for line 34.

U.S. private capital flows, net

Line 39.—Direct investments abroad

This account measures capital transactions by U.S. residents with foreign enterprises in which the U.S. residents by themselves or in affiliation with other U.S. residents own 10 percent or more of the voting securities or of other ownership interests. The account also includes transactions of single or affiliated U.S. residents with foreign residents as the result of the acquisition of at least 10 percent or any additional ownership interest in foreign enterprises or the sale, total or partial, of a direct investment enterprise to a foreigner.

Included in capital transactions are net increases in capital stocks (voting and nonvoting) and capital contributions, in intercompany accounts, and in owners' home office account of foreign branches; excluded is the U.S. parents' share of the reinvested earnings of foreign incorporated affiliates. Funds used for U.S. direct investments abroad include, in addition to those originating in the United States from U.S. parents and their domestic subsidiaries, (1) funds utilized for direct investments that are borrowed abroad by U.S. parents and their domestic subsidiaries, (2) funds utilized for direct investment that are obtained from security issues sold abroad by Netherlands Antilles finance subsidiaries that are initially transferred to U.S. parents, and also (3) funds obtained through long-term debt issues placed by foreign affiliates with public and nonbanking institutional investors in the United States.

Data are based on reports (covering approximately 13,000 foreign affiliates) filed quarterly with OBE by over 1,100 U.S. respondents whose aggregate foreign direct investment (net worth and intercompany account) is \$2,000,000 or more. To these data are added verified transactions of nonreporters.

Line 40.—Foreign securities

This account measures net transactions (sales less purchases) between U.S. private residents and foreign residents in foreign equities and debt securities with no contractual maturity or with maturities of more than one year (net U.S. purchases are debit entries). Data for foreign securities are based on reports collected by the Federal Reserve System for the Treasury Department, with adjustments made for transactions that are included in other balance of payments accounts. On the basis of public market information and other data, OBE prepares estimates for

two components of the total, sales of new foreign issues in the U.S. market to U.S. residents and redemptions of U.S. holdings of foreign securities.

Line 41.—Long-term claims reported by U.S. banks

This account measures changes in loans and other long-term claims on foreigners (with a contractual maturity of more than one year) which are reported by U.S. banks, including both the claims of the banks themselves and the claims held in custody for their domestic customers. Unutilized lines of credit and permanent capital invested abroad are excluded. The data are collected monthly by the Federal Reserve System for the Treasury Department.

Line 42.—Short-term, nonliquid claims reported by U.S. banks

This account measures changes in nonliquid claims on foreigners (with a contractual maturity of one year or less) which are reported by U.S. banks, including both the claims of the banks themselves and the claims held in custody for their domestic customers. The data are collected monthly by the Federal Reserve System for the Treasury Department. The following categories on the monthly reporting form for short-term claims are considered to be nonliquid: loans, collections outstanding (items in process of collection from foreigners), and acceptance credits (acceptances made for account of foreigners), all payable in dollars; plus short-term claims other than deposits, foreign government obligations, and commercial and finance paper, payable in foreign currencies.

Line 43.—Short-term, liquid claims reported by U.S. banks

This account measures changes in liquid claims on foreigners (with a contractual maturity of one year or less), which are reported by U.S. banks, including both the claims of the banks themselves and the claims held in custody for their domestic customers. The data are collected monthly by the Federal Reserve System for the Treasury Department. The following categories on the monthly reporting form for short-term claims are considered to be liquid: deposits, foreign government obligations, and commercial and finance paper, all payable in foreign currencies; plus short-term claims other than loans, collections outstanding, and acceptance credits, payable in dollars.

Line 44.—Long-term claims reported by U.S. nonbanking concerns

This account measures changes in loans and other long-term claims of

U.S. nonbanking concerns on foreigners other than their foreign affiliates, which have a contractual maturity of more than one year. Such claims originate from long-term supplier's credits and other loans extended to foreigners. Data are obtained from quarterly reports collected by the Federal Reserve System for the Treasury Department on amounts outstanding at end of the quarter.

Line 45.—Short-term, nonliquid claims reported by U.S. nonbanking concerns

This account measures changes in claims of U.S. nonbanking concerns on foreigners (other than claims on their foreign affiliates) that have a contractual maturity of one year or less from the date on which the obligation was incurred but are not repayable on demand nor readily marketable or transferable. Such claims include credits extended to foreigners by U.S. brokers to finance security transactions, and by U.S. corporations or other nonbanking concerns to finance exports and other transactions. Data are obtained from quarterly reports collected by the Federal Reserve System for the Treasury Department, on amounts outstanding at the end of the quarter.

Line 46.—Short-term, liquid claims reported by U.S. nonbanking concerns

This account measures changes in short-term liquid claims mainly of major U.S. corporations on foreigners other than their foreign affiliates. Short-term liquid claims, denominated in dollars and in foreign currencies, consist of (1) demand and time deposits held abroad, and (2) negotiable and other readily transferable foreign obligations payable on demand or having a contractual maturity of not more than one year from the date on which the obligation was incurred by the foreigner, including obligations of foreign governments. Loans which are repayable on demand are also included. Data are obtained from reports collected by the Federal Reserve System for the Treasury Department, on amounts outstanding at the end of the period.

Foreign capital flows, net

Line 48.—Direct investments in the United States

This account measures capital transactions of U.S. enterprises with foreign owners who control 25 percent or more of the voting securities or other ownership interests. The account also includes transactions of single or affiliated foreign residents with U.S. residents resulting from the acquisition of at

least 25 percent ownership interest in U.S. enterprises or from total or partial sales. Included are net increases in capital stock (voting and nonvoting) and capital contributions, in intercompany accounts, and in owners' home office accounts of U.S. branches; excluded is the foreign parents' share of the reinvested earnings of their U.S. corporate affiliates.

Data are based on reports (covering approximately 350 U.S. affiliates) filed by U.S. companies in which the aggregate investment (net worth and intercompany account) by the foreign owner is \$2,000,000 or more. To these data are added verified transactions of non-reporters.

Line 49.—U.S. securities other than Treasury issues

This account measures net transactions (purchases less sales) between U.S. and foreign residents in U.S. equities and debt securities with no contractual maturity or with maturities of more than one year. Estimates for transactions are based on data collected by the Treasury Department, with adjustments made for transactions included in other balance of payments accounts. Major components are (1) U.S. corporate placements of debt securities in foreign markets, including proceeds transferred to U.S. parents from similar placements by their Netherland Antilles finance subsidiaries (estimated on the basis of OBE reports and other information); and (2) foreign net trading in U.S. equities and other long-term debt securities issued by corporations and local governments, and in nonguaranteed U.S. Government agency securities.

Line 50.—U.S. long-term nonliquid liabilities to private foreigners, reported by U.S. nonbanking concerns

This account measures changes in liabilities of U.S. nonbanking concerns to foreigners (excluding liabilities to affiliated foreigners recorded as direct investments) that have a contractual maturity of more than one year after the date on which the obligation was incurred. Included are direct borrowing from foreign banks by U.S. companies and other loans and advances, whether payable in dollars or in foreign currencies. Estimates, based on reports collected by the Federal Reserve System for the Treasury Department, represent the change in amounts outstanding between the beginning and end of the period. Adjustments to Treasury Department data are made when necessary to account for proceeds of foreign long-term bank loans obtained by U.S. parent companies through their Netherland

Antilles finance subsidiaries as reported to OBE.

Line 51.—U.S. short-term nonliquid liabilities to private foreigners, reported by U.S. nonbanking concerns

This account measures changes in liabilities of U.S. nonbanking concerns to foreigners—other than liabilities to affiliated foreigners recorded as direct investments—that become payable one year or less from the date the obligation was incurred. Such liabilities, payable in dollars or in foreign currencies, are (1) direct borrowing from foreign banks by U.S. companies; (2) accounts, notes, bills, and drafts payable to foreigners; and (3) advances payments received from foreigners for future delivery of goods or services even if such transactions are not completed until after one year. Estimates, based on reports collected by the Federal Reserve System for the Treasury Department, represent the change in amounts outstanding between the beginning and end of the period. Adjustments are made when necessary to account for proceeds of foreign short-term bank loans obtained by U.S. parent companies through their Netherland Antilles finance subsidiaries as reported to OBE.

Line 52.—U.S. long-term liabilities to private foreigners, reported by U.S. banks

This account measures changes in obligations to private foreigners reported by U.S. banks, for their own account and for others' accounts under their custody, with a contractual maturity of more than one year. Private foreigners include official international and regional organizations other than the International Monetary Fund (even if located in the United States), foreign branches of U.S. banks, other foreign commercial banks, and other private residents. The data are collected monthly by the Federal Reserve System for the Treasury Department.

Line 53.—Long-term liabilities to foreign official agencies, reported by U.S. banks

This account measures changes in obligations to foreign official agencies of reporting U.S. banks, for their own account and for others' accounts under their custody, with a contractual maturity of more than one year. Foreign official agencies include, in addition to reserve agencies (treasuries or finance ministries of central governments and recognized central banks), diplomatic and consular establishments, and other agencies of national governments. Separate data for reserve agencies are not available. The data are collected monthly

by the Federal Reserve System for the Treasury Department.

Line 54.—Nonliquid liabilities, reported by U.S. Government, to foreign official reserve agencies

This account measures net transactions representing collections for, and repayments against, deposit and security obligations of U.S. Government agencies to foreign official reserve agencies, when such deposits or obligations, bearing original maturities of more than 1 year, are payable prior to maturity only under special conditions. Some of the deposits represent funds placed in restricted accounts with the U.S. Government to be used only to liquidate U.S. claims as these claims reach maturity. Also included are changes in the outstanding amount of nonmarketable Treasury securities which are issued subject to redemption prior to maturity for the purpose of paying or prepaying for military purchases in the United States, and the obligations to the Government of Canada under the Columbia River basin agreements of 1964.

The bulk of the obligations entering into this entry represents nonmarketable securities issued by the Government through arrangements to improve the U.S. liquid liability position with other countries or to obtain convertible currencies for inclusion in the U.S. official reserve assets.

Transactions may be in U.S. dollars or in foreign currencies. Repayments of obligations are recorded at book value, with the exception that an estimated book value is calculated by OBE to reflect any formal exchange rate revaluation which may have affected the U.S. dollar equivalent value of an obligation denominated and/or repayable in foreign currencies. Data are compiled from reports furnished by operating agencies and from published statements and financial and operating records of Government agencies.

Line 55.—Nonliquid liabilities, reported by U.S. Government, to other official and private foreigners

This account measures net transactions representing collections for, and "repayments" against, deposit and security obligations of U.S. Government agencies to other than foreign official reserve agencies. "Repayments" include deliveries of goods or rendering of services by U.S. Government agencies; the bulk of the deposits is in prepayment for such purchases (mainly of military equipment) by foreign governments.

Liabilities include deposits associated with military sales contracts; deposit and trust funds with the U.S. Govern-

ment under prepayment sales operations of nonmilitary agencies; funds provided as grants or loans under assistance programs, but held in a restricted account with the U.S. Government under arrangements to insure their expenditure for purchases from the United States; accounts payable of Government agencies that report their current transactions on an accrual basis; non-interest-bearing Treasury securities which were issued as part of U.S. Government contributions to international institutions, but are subject to redemption prior to maturity to obtain U.S. dollars for the immediate operating needs of the institutions; and nonmarketable securities issued by the Government to other than foreign official reserve agencies through arrangements to improve the U.S. liquid liability position with other countries.

Transactions may be in U.S. dollars or in foreign currencies. Repayments of obligations are recorded at book value, with the exception that an estimated book value is calculated by OBE to reflect any formal exchange rate revaluation which may have affected the U.S. dollar equivalent value of an obligation denominated and/or repayable in foreign currencies.

Data are compiled from reports furnished by operating agencies, and from published statements and financial and operating records of Government agencies. The entries for the several categories of transactions related to military sales contracts are partially estimated by OBE from incomplete data.

Line 56.—U.S. liquid liabilities to private foreigners

This account measures changes in short-term liabilities (with an original maturity of one year or less) to private foreigners reported by U.S. banks, for their own account and for others' accounts under their custody, and changes in private foreign holdings of U.S. Treasury marketable bonds and notes. Liquid liabilities reported by U.S. banks include mainly demand and time deposits, U.S. Treasury bills and certificates, negotiable time certificates of deposit, and nonguaranteed U.S. Government agency securities. Private foreigners include official international and regional organizations other than IMF even if located in the United States, foreign branches of U.S. banks, other foreign commercial banks, and other private foreign residents. These data are collected monthly by the Federal Reserve System for the Treasury Department from banks and securities brokers and dealers.

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